



HEALTH QUARTERLY STATEMENT

AS OF MARCH 31, 2015

OF THE CONDITION AND AFFAIRS OF THE

Group Hospitalization and Medical Services, Inc.

NAIC Group Code 0380 0380 NAIC Company Code 53007 Employer's ID Number 53-0078070
(Current) (Prior)

Organized under the Laws of District of Columbia, State of Domicile or Port of Entry DC

Country of Domicile United States of America

Licensed as business type: HMDI

Is HMO Federally Qualified? Yes [] No []

Incorporated/Organized 08/11/1939 Commenced Business 03/15/1934

Statutory Home Office 840 First Street NE Washington, DC, US 20065
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 10455 Mill Run Circle
(Street and Number) 410-581-3000
Owings Mills, MD, US 21117 (Area Code) (Telephone Number)
(City or Town, State, Country and Zip Code)

Mail Address 10455 Mill Run Circle Owings Mills, MD, US 21117
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 10455 Mill Run Circle
(Street and Number) 410-998-7011
Owings Mills, MD, US 21117 (Area Code) (Telephone Number)
(City or Town, State, Country and Zip Code)

Internet Website Address www.carefirst.com

Statutory Statement Contact William Vincent Stack 410-998-7011
(Name) (Area Code) (Telephone Number)
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(E-mail Address) (FAX Number)

OFFICERS

President and Chief Executive Officer Chester Emerson Burrell Corp. Treasurer & VP Jeanne Ann Kennedy
Corp. Secretary, Exec. VP & Gen. Counsel Meryl Davis Burgin

OTHER

<u>Gregory Mark Chaney EVP, CFO</u>	<u>Fred Adrian Walton Plumb EVP, SBU - FEHBP</u>	<u>Jonathan David Blum EVP, Medical Affairs</u>
<u>Harry Dietz Fox EVP, Technical & Ops Support</u>	<u>Steven Jon Margolis EVP, Small & Medium Group SBU</u>	<u>Wanda Kay Oneferu-Bey EVP, Consumer Direct SBU</u>
<u>Michael Bruce Edwards SVP, Networks Mgmt</u>	<u>Gwendolyn Denise Skillern SVP, General Auditor</u>	<u>Rita Ann Costello SVP, Strategic Marketing</u>
<u>Maria Harris Tildon SVP, Public Policy</u>	<u>Jon Paul Shematek SVP, Chief Medical Officer</u>	<u>Kenny Waitem Kan SVP, Chief Actuary</u>
<u>Jennifer Ann Cryor Baldwin SVP, Patient Centered Medical Home (PCMH)</u>	<u>Michelle Judith Wright SVP, Human Resources</u>	<u>Usha Nakhasi SVP, Gen Mgr SBPASC/FEPOC</u>

DIRECTORS OR TRUSTEES

<u>Shirley Marcus Allen</u>	<u>Clifford Edward Barnes</u>	<u>Faye Ford Fields</u>
<u>Artis Gail Hampshire-Cowan</u>	<u>Polly Povejsil Heath</u>	<u>Wendell Lee Johns</u>
<u>Robert Carl Kovarik Jr.</u>	<u>Jack Allan Meyer</u>	<u>Shirley Rollins Patterson</u>
<u>Elena Victoria Rios</u>	<u>Patricia Amelia Rodriguez</u>	<u>Robert Lee Sloan</u>

State of Maryland SS:
County of Baltimore

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

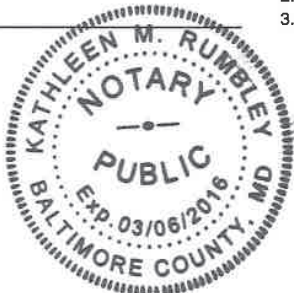
Chester Emerson Burrell
President and Chief Executive Officer

Meryl Davis Burgin
Corp. Secretary, Exec. VP & Gen. Counsel

Jeanne Ann Kennedy
Corp. Treasurer & VP

Subscribed and sworn to before me this 13th day of May, 2015
Kathleen M. Rumbley

- a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number.....
2. Date filed
3. Number of pages attached.....



ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	483,906,874	0	483,906,874	399,649,160
2. Stocks:				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	106,809,154	0	106,809,154	137,344,599
3. Mortgage loans on real estate:				
3.1 First liens	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$0 encumbrances)	0	0	0	0
5. Cash (\$(75,329,024)), cash equivalents (\$0) and short-term investments (\$152,158,376)	76,829,352	0	76,829,352	54,543,710
6. Contract loans (including \$0 premium notes)	0	0	0	0
7. Derivatives	0	0	0	0
8. Other invested assets	452,357,276	166,667	452,190,609	459,481,042
9. Receivables for securities	0	0	0	0
10. Securities lending reinvested collateral assets	0	0	0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,119,902,656	166,667	1,119,735,989	1,051,018,511
13. Title plants less \$0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	3,272,928	0	3,272,928	3,340,835
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	229,811,393	5,894,172	223,917,221	221,683,669
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbilled premiums)	0	0	0	0
15.3 Accrued retrospective premiums	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	17,576,739	0	17,576,739	16,702,194
16.2 Funds held by or deposited with reinsured companies	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts	2,913,288	0	2,913,288	884,467
17. Amounts receivable relating to uninsured plans	57,415,136	2,358,451	55,056,685	54,212,048
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	2,047,958
18.2 Net deferred tax asset	19,393,466	19,393,466	0	0
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	160,896,122	137,402,375	23,493,747	23,582,889
21. Furniture and equipment, including health care delivery assets (\$0)	6,879,832	6,879,832	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0	32,397,125
24. Health care (\$105,825,798) and other amounts receivable	770,374,622	12,531,282	757,843,340	776,143,363
25. Aggregate write-ins for other than invested assets	89,331,620	56,073,642	33,257,978	27,612,428
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,477,767,802	240,699,887	2,237,067,915	2,209,625,487
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Total (Lines 26 and 27)	2,477,767,802	240,699,887	2,237,067,915	2,209,625,487
DETAILS OF WRITE-INS				
1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. ACA Risk Adjustment Receivable	31,850,000	0	31,850,000	26,200,000
2502. Prepaid Expenses	50,634,157	50,634,157	0	0
2503. Pension- Prepaid	5,439,485	5,439,485	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	1,407,978	0	1,407,978	1,412,428
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	89,331,620	56,073,642	33,257,978	27,612,428

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ 9,001,391 reinsurance ceded)	265,070,458	12,044,157	277,114,615	281,180,279
2. Accrued medical incentive pool and bonus amounts	0	0	0	0
3. Unpaid claims adjustment expenses	10,355,907	470,547	10,826,454	10,826,454
4. Aggregate health policy reserves, including the liability of \$ 0 for medical loss ratio rebate per the Public Health Service Act	635,625,306	0	635,625,306	644,674,682
5. Aggregate life policy reserves	0	0	0	0
6. Property/casualty unearned premium reserve	0	0	0	0
7. Aggregate health claim reserves	0	0	0	0
8. Premiums received in advance	52,426,199	0	52,426,199	43,294,106
9. General expenses due or accrued	146,201,544	0	146,201,544	103,296,494
10.1 Current federal and foreign income tax payable and interest thereon (including \$ 2,441,074 on realized gains (losses))	7,483,523	0	7,483,523	0
10.2 Net deferred tax liability	11,108,120	0	11,108,120	16,804,424
11. Ceded reinsurance premiums payable	268,669	0	268,669	19,854,487
12. Amounts withheld or retained for the account of others	45,562,608	0	45,562,608	35,431,134
13. Remittances and items not allocated	2,953,366	0	2,953,366	11,359,973
14. Borrowed money (including \$ 0 current) and interest thereon \$ 0 (including \$ 0 current)	0	0	0	0
15. Amounts due to parent, subsidiaries and affiliates	86,678,212	0	86,678,212	42,737,396
16. Derivatives	0	0	0	0
17. Payable for securities	0	0	0	0
18. Payable for securities lending	0	0	0	0
19. Funds held under reinsurance treaties (with \$ 0 authorized reinsurers, \$ 0 unauthorized reinsurers and \$ 0 certified reinsurers)	0	0	0	0
20. Reinsurance in unauthorized and certified (\$ 0) companies	0	0	0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates	0	0	0	0
22. Liability for amounts held under uninsured plans	14,152,947	0	14,152,947	17,108,686
23. Aggregate write-ins for other liabilities (including \$ 13,182,183 current)	59,736,199	0	59,736,199	48,648,738
24. Total liabilities (Lines 1 to 23)	1,337,623,058	12,514,704	1,350,137,762	1,275,216,853
25. Aggregate write-ins for special surplus funds	XXX	XXX	18,750,000	70,000,000
26. Common capital stock	XXX	XXX	0	0
27. Preferred capital stock	XXX	XXX	0	0
28. Gross paid in and contributed surplus	XXX	XXX	0	0
29. Surplus notes	XXX	XXX	0	0
30. Aggregate write-ins for other than special surplus funds	XXX	XXX	0	0
31. Unassigned funds (surplus)	XXX	XXX	868,180,146	864,408,634
32. Less treasury stock, at cost:				
32.1 0 shares common (value included in Line 26 \$ 0)	XXX	XXX	0	0
32.2 0 shares preferred (value included in Line 27 \$ 0)	XXX	XXX	0	0
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	886,930,146	934,408,634
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	2,237,067,908	2,209,625,487
DETAILS OF WRITE-INS				
2301. Amounts Withheld for Escheatment	11,446,098	0	11,446,098	10,976,134
2302. Reinsurance Payable	9,232,851	0	9,232,851	618,441
2303. ACA Risk Adjustment Payable	350,000	0	350,000	0
2398. Summary of remaining write-ins for Line 23 from overflow page	38,707,250	0	38,707,250	37,054,163
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	59,736,199	0	59,736,199	48,648,738
2501. Special Surplus – 2016 Health Insurer fee	XXX	XXX	18,750,000	0
2502. Special Surplus – 2015 Health Insurer fee	XXX	XXX	0	70,000,000
2503.	XXX	XXX	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	XXX	XXX	18,750,000	70,000,000
3001.	XXX	XXX	0	0
3002.	XXX	XXX	0	0
3003.	XXX	XXX	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	XXX	2,423,701	2,312,683	9,361,552
2. Net premium income (including \$0 non-health premium income).....	XXX	813,943,432	820,577,211	3,283,652,020
3. Change in unearned premium reserves and reserve for rate credits.....	XXX	9,049,376	(14,449,615)	36,526,572
4. Fee-for-service (net of \$0 medical expenses).....	XXX	0	0	0
5. Risk revenue	XXX	0	0	0
6. Aggregate write-ins for other health care related revenues	XXX	3,049,999	2,275,232	22,058,130
7. Aggregate write-ins for other non-health revenues	XXX	1,333,049	1,192,608	5,073,235
8. Total revenues (Lines 2 to 7)	XXX	827,375,856	809,595,436	3,347,309,957
Hospital and Medical:				
9. Hospital/medical benefits	15,968,511	442,895,518	476,521,022	1,906,925,903
10. Other professional services	0	48,573,333	45,296,692	201,355,910
11. Outside referrals	14,751,435	14,751,435	10,253,553	51,137,307
12. Emergency room and out-of-area	361,192	18,799,926	17,176,086	76,542,609
13. Prescription drugs	0	190,101,460	182,337,840	752,570,908
14. Aggregate write-ins for other hospital and medical	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts	0	0	0	0
16. Subtotal (Lines 9 to 15)	31,081,138	715,121,672	731,585,193	2,988,532,637
Less:				
17. Net reinsurance recoveries	0	15,881,569	30,473,708	105,316,901
18. Total hospital and medical (Lines 16 minus 17)	31,081,138	699,240,103	701,111,485	2,883,215,736
19. Non-health claims (net)	0	0	0	0
20. Claims adjustment expenses, including \$13,441,706 cost containment expenses	0	34,313,681	34,934,392	142,620,582
21. General administrative expenses	0	141,546,525	122,533,009	364,052,646
22. Increase in reserves for life and accident and health contracts (including \$0 increase in reserves for life only)	0	0	0	0
23. Total underwriting deductions (Lines 18 through 22).....	31,081,138	875,100,309	858,578,886	3,389,888,964
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(47,724,453)	(48,983,450)	(42,579,007)
25. Net investment income earned	0	3,760,172	3,673,420	17,783,804
26. Net realized capital gains (losses) less capital gains tax of \$2,441,074	0	9,764,296	4,209,576	7,291,478
27. Net investment gains (losses) (Lines 25 plus 26)	0	13,524,468	7,882,996	25,075,282
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$0) (amount charged off \$0)].....	0	0	0	0
29. Aggregate write-ins for other income or expenses	0	201,170	465,954	1,189,797
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	(33,998,815)	(40,634,500)	(16,313,928)
31. Federal and foreign income taxes incurred	XXX	6,132,245	(1,053,193)	(647,477)
32. Net income (loss) (Lines 30 minus 31)	XXX	(40,131,060)	(39,581,307)	(15,666,451)
DETAILS OF WRITE-INS				
0601. FEP Performance Incentive	XXX	3,049,999	2,242,000	21,936,485
0602. Trigon network fee – Med D	XXX	0	30,033	108,433
0603. Med D admin Reimbursement	XXX	0	3,199	13,212
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above)	XXX	3,049,999	2,275,232	22,058,130
0701. FEP Bridge	XXX	1,333,049	1,192,608	5,073,235
0702.	XXX	0	0	0
0703.	XXX	0	0	0
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above)	XXX	1,333,049	1,192,608	5,073,235
1401.	0	0	0	0
1402.	0	0	0	0
1403.	0	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above)	0	0	0	0
2901. Miscellaneous	0	205,973	464,433	1,158,346
2902. Regulatory fines and fees	0	(4,803)	1,521	31,451
2903.	0	0	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above)	0	201,170	465,954	1,189,797

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
CAPITAL AND SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	934,408,634	934,751,475	934,751,475
34. Net income or (loss) from Line 32	(40,131,060)	(39,581,307)	(15,666,451)
35. Change in valuation basis of aggregate policy and claim reserves	0	0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ 2,465,648	(11,869,494)	(10,908,773)	24,670,344
37. Change in net unrealized foreign exchange capital gain or (loss)	0	0	0
38. Change in net deferred income tax	(1,931,829)	656,454	30,484,797
39. Change in nonadmitted assets	6,453,887	(2,516,079)	5,841,271
40. Change in unauthorized and certified reinsurance	0	0	0
41. Change in treasury stock	0	0	0
42. Change in surplus notes	0	0	0
43. Cumulative effect of changes in accounting principles.....	0	0	0
44. Capital Changes:			
44.1 Paid in	0	0	0
44.2 Transferred from surplus (Stock Dividend).....	0	0	0
44.3 Transferred to surplus.....	0	0	0
45. Surplus adjustments:			
45.1 Paid in	0	0	0
45.2 Transferred to capital (Stock Dividend)	0	0	0
45.3 Transferred from capital	0	0	0
46. Dividends to stockholders	0	0	0
47. Aggregate write-ins for gains or (losses) in surplus	0	0	(45,672,802)
48. Net change in capital & surplus (Lines 34 to 47)	(47,478,496)	(52,349,705)	(342,841)
49. Capital and surplus end of reporting period (Line 33 plus 48)	886,930,138	882,401,770	934,408,634
DETAILS OF WRITE-INS			
4701. Change in additional liability\Intangible Assets for pension	0	0	(45,672,802)
4702.	0	0	0
4703.	0	0	0
4798. Summary of remaining write-ins for Line 47 from overflow page	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above)	0	0	(45,672,802)

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	799,196,473	792,110,969	3,295,939,776
2. Net investment income	4,498,708	5,127,647	22,186,859
3. Miscellaneous income	4,383,048	3,467,840	27,131,365
4. Total (Lines 1 to 3)	808,078,229	800,706,456	3,345,258,000
5. Benefit and loss related payments	673,919,311	673,207,610	2,887,410,255
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	123,626,682	98,375,777	418,804,890
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ 2,441,074 tax on capital gains (losses)	(958,162)	0	(8,635,080)
10. Total (Lines 5 through 9)	796,587,831	771,583,387	3,297,580,065
11. Net cash from operations (Line 4 minus Line 10)	11,490,398	29,123,069	47,677,935
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	215,396,361	98,028,658	755,668,291
12.2 Stocks	33,702,887	15,000,000	57,864,930
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	4,158	28,131
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	249,099,248	113,032,816	813,561,352
13. Cost of investments acquired (long-term only):			
13.1 Bonds	297,959,883	106,913,574	641,983,898
13.2 Stocks	371,600	7,500,000	68,931,918
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	298,331,483	114,413,574	710,915,816
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(49,232,235)	(1,380,758)	102,645,536
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied)	60,027,479	4,066,459	(101,006,245)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	60,027,479	4,066,459	(101,006,245)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) ..	22,285,642	31,808,770	49,317,226
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	54,543,710	5,226,484	5,226,484
19.2 End of period (Line 18 plus Line 19.1)	76,829,352	37,035,254	54,543,710

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	800,367	68,587	259,405	9,128	14,755	52,363	365,581	.0	.0	30,548
2. First Quarter	811,104	82,168	251,936	9,508	14,828	54,878	366,732	.0	.0	31,054
3. Second Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Third Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5. Current Year	0	0	0	0	0	0	0	0	0	0
6. Current Year Member Months	2,423,701	236,390	759,397	28,391	44,213	162,403	1,101,569	0	0	91,338
Total Member Ambulatory Encounters for Period:										
7. Physician	1,806,400	82,332	320,628	24,450	.0	.0	1,378,990	.0	.0	.0
8. Non-Physician	895,384	43,117	124,899	8,744	0	0	718,624	0	0	0
9. Total	2,701,784	125,449	445,527	33,194	0	0	2,097,614	0	0	0
10. Hospital Patient Days Incurred	34,628	2,339	6,461	1,046	0	0	24,782	0	0	0
11. Number of Inpatient Admissions	8,241	615	2,065	260	0	0	5,301	0	0	0
12. Health Premiums Written (a)	831,849,022	53,905,613	287,931,531	5,338,112	3,284,303	16,665,127	461,278,523	.0	.0	3,445,813
13. Life Premiums Direct .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
14. Property/Casualty Premiums Written .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15. Health Premiums Earned	840,898,398	53,905,613	287,501,531	5,338,112	3,284,303	16,665,127	470,757,899	.0	.0	3,445,813
16. Property/Casualty Premiums Earned .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
17. Amount Paid for Provision of Health Care Services.....	718,543,205	52,382,055	213,495,821	4,744,188	3,131,380	10,611,586	432,975,782	.0	.0	1,202,393
18. Amount Incurred for Provision of Health Care Services	715,121,672	48,089,061	218,467,806	4,752,662	3,160,019	10,511,810	428,365,781	0	0	1,774,533

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$0

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

[illegible]

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec. 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical)	68,878,548	201,347,630	11,671,812	86,410,793	80,550,360	97,733,083
2. Medicare Supplement	2,832,181	4,298,886	376,972	2,921,536	3,209,153	3,653,940
3. Dental Only	2,086,933	6,837,197	388,775	3,131,575	2,475,708	3,286,514
4. Vision Only	0	3,056,153	0	170,422	0	141,783
5. Federal Employees Health Benefits Plan	127,419,426	305,556,356	26,411,463	136,118,535	153,830,889	167,139,999
6. Title XVIII - Medicare	0	0	0	0	0	0
7. Title XIX - Medicaid	0	0	0	0	0	0
8. Other health	1,357,897	119,634	8,423,614	1,089,118	9,781,511	9,224,959
9. Health subtotal (Lines 1 to 8)	202,574,985	521,215,856	47,272,636	229,841,979	249,847,621	281,180,278
10. Healthcare receivables (a)	0	20,485,079	0	0	0	0
11. Other non-health	0	0	0	0	0	0
12. Medical incentive pools and bonus amounts	0	0	0	0	0	0
13. Totals (Lines 9-10+11+12)	202,574,985	500,730,777	47,272,636	229,841,979	249,847,621	281,180,278

(a) Excludes \$ 93,044,799 loans or advances to providers not yet expensed.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of Group Hospitalization and Medical Services, Inc. (GHMSI or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the District of Columbia. The Company does not utilize any permitted practices.

For the three months ended March 31, 2015 and the year ended December 31, 2014, there were no differences in net loss and surplus between NAIC SAP and practices prescribed by the District of Columbia.

		(in thousands)	
NET LOSS	State of Domicile	March 31, 2015	December 31, 2014
(1) State basis (Page 4, Line 32, Columns 2 & 4)	DC	\$ (40,131)	\$ (15,666)
(2) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(4) NAIC SAP (1-2-3=4)	DC	\$ (40,131)	\$ (15,666)
SURPLUS			
(5) State basis (Page 3, Line 33, Columns 3 & 4)	DC	\$ 886,930	\$ 934,409
(6) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(8) NAIC SAP (5-6-7=8)	DC	\$ 886,930	\$ 934,409

B. Use of Estimates in the Preparation of the Financial Statements

No change.

C. Accounting Policy

No change.

2. Accounting Changes and Corrections of Errors

Not applicable.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

None.

B. Debt Restructuring

None.

C. Reverse Mortgages

None.

D. Loan-Backed Securities

- (1)

The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the fair value for such securities.
- (2)

The Company does not have any mortgage-backed/other asset-backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3)

For the quarter ended March 31, 2015, the Company did not recognize other than temporary impairment in

NOTES TO FINANCIAL STATEMENTS

mortgage-backed/other asset-backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities. At March 31, 2015, the Company did not hold any mortgage-backed or other asset-backed securities where the present value of cash flows expected to be collected is less than the amortized cost basis.

- (4) The following table shows the gross unrealized losses and fair value of the Company’s mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other than temporarily impaired, aggregated by investment category and by length of time that individual securities have been in a continuous unrealized loss position (*in thousands*).

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
March 31, 2015					
Government sponsored enterprise mortgage-backed securities	\$ 29,509	\$ 138	\$ 8,116	\$ 131	\$ 269
Other mortgage-backed and asset-backed securities	11,217	29	5,873	60	89
Total	\$ 40,726	\$ 167	\$ 13,989	\$ 191	\$ 358

- (5) No change.

E. Repurchase Agreements and/or Securities Lending Transactions

None.

F. Real Estate

None.

G. Low-Income Housing Tax Credits (LIHTC)

None.

H. Restricted Assets

None.

I. Working Capital Finance Investments

None.

J. Offsetting and Netting Assets and Liabilities

None.

K. Structured Notes

No change.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. – B. No change.

7. Investment Income

A. – B. No change.

8. Derivative Instruments

None.

9. Income Taxes

The Company is included in the consolidated federal income tax return of CFI. The federal statutory income tax rate for the Company is 35%. For federal income tax purposes, the Company benefits from a special deduction provided to certain BlueCross and BlueShield organizations under Internal Revenue Code Section 833(b) (the 833(b) deduction).

The 833(b) deduction results in the Company incurring income taxes at the Tentative Minimum Tax rate of 20%. As a result, the Company’s income tax provision is reduced from the statutory rate of 35% to account for the benefit of the 833(b) deduction. The Company could lose the benefit of the 833(b) deduction in the future if there is a change in the tax law, if the Company ceases to be not-for-profit, if the Company’s reserves reach certain levels, if the medical loss ratio does not exceed 85% as required under the Health Reform Legislation, or if certain other events occur. If the Company can no longer use the 833(b) deduction, the Company will incur federal income taxes at the statutory rate of 35%, net of available Alternative Minimum Tax (AMT) credits.

CFI has a written agreement, approved by the Board of Directors, which sets forth the manner in which the total combined federal income tax is allocated to each entity which is a party to the consolidated return. The tax sharing agreement calls for allocation of current federal income tax liability to the Company on the basis of the percentage of the consolidated federal income tax liability attributable to the Company computed on a separate company basis to the total consolidated federal

NOTES TO FINANCIAL STATEMENTS

income tax liability. The agreement also provides that to the extent the Company’s tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFI shall pay the Company for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled quarterly.

Pursuant to this agreement, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

The following table shows the components of the net deferred tax asset and deferred tax liability recognized in the Company’s financial statements by tax character (*in thousands*):

	March 31, 2015			December 31, 2014			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	\$ 169,311	\$ 25,837	\$ 195,148	\$ 173,119	\$ 27,389	\$ 200,508	\$ (3,808)	\$ (1,552)	\$ (5,360)
Statutory valuation allowance adjustment	124,017	-	124,017	123,616	-	123,616	401	-	401
Adjusted gross deferred tax assets	45,294	25,837	71,131	49,503	27,389	76,892	(4,209)	(1,552)	(5,761)
Deferred tax assets nonadmitted	19,070	324	19,394	24,232	324	24,556	(5,162)	-	(5,162)
Subtotal net admitted deferred tax asset	26,224	25,513	51,737	25,271	27,065	52,336	953	(1,552)	(599)
Deferred tax liabilities	440	62,405	62,845	584	68,556	69,140	(144)	(6,151)	(6,295)
Net admitted deferred tax asset/(liability)	\$ 25,784	\$ (36,892)	\$ (11,108)	\$ 24,687	\$ (41,491)	\$ (16,804)	\$ 1,097	\$ 4,599	\$ 5,696

The amount of admitted adjusted gross deferred tax assets are as follows (*in thousands*):

	March 31, 2015			December 31, 2014			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 13,585	-	\$ 13,585	\$ 5,958	\$ -	\$ 5,958	\$ 7,627	\$ -	\$ 7,627
b. Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from a, above) After application of the Threshold Limitation. (Lesser of b.i. and b.ii. Below)	9,000	-	9,000	13,000	-	13,000	(4,000)	-	(4,000)
i. Adjusted gross DTA expected to be realized following the Balance Sheet Date	9,000	-	9,000	13,000	-	13,000	(4,000)	-	(4,000)
ii. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	NA	NA	129,515	NA	NA	136,624	NA	NA	(7,109)
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From a. and b. above) Offset by Gross Deferred Tax Liabilities.	3,639	25,513	29,152	6,313	27,065	33,378	(2,674)	(1,552)	(4,226)
Deferred Tax Asset Admitted as the result of application of SSAP No. 101 Total (a.+b.+c.)	\$ 26,224	\$ 25,513	\$ 51,737	\$ 25,271	\$ 27,065	\$ 52,336	\$ 953	\$ (1,552)	\$ (599)

	2015	2014
Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	878%	878%
Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation	\$ 863,436	\$ 910,826

The impact of tax planning strategies on adjusted gross DTA's and net admitted DTA's is as follows (*in thousands*):

	March 31, 2015			December 31, 2014			Change		
	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent
Adjusted Gross DTAs	\$ 45,294	\$ 25,837	\$ 71,131	\$ 49,503	\$ 27,389	\$ 76,892	\$ (4,209)	\$ (1,552)	\$ (5,761)
Percentage of Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net Admitted Adjusted Gross DTAs	\$ 26,224	\$ 25,513	\$ 51,737	\$ 25,271	\$ 27,065	\$ 52,336	\$ 953	\$ (1,552)	\$ (599)
Percentage of Net Admitted Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%

The Company’s tax-planning strategy does not include the use of reinsurance.

The provision/(benefit) for income taxes on earnings for the quarters ended March 31, 2015 and 2014 and year ended December 31, 2014 are as follows (*in thousands*):

	Mar. 31, 2015	Mar. 31, 2014	Dec. 31, 2014
Federal provision/(benefit)	\$ 6,132	\$ (1,053)	\$ (647)
Federal income tax on net capital gains	2,441	1,052	1,822
Federal income tax incurred/(benefit)	\$ 8,573	\$ (1)	\$ 1,175

NOTES TO FINANCIAL STATEMENTS

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows (in thousands):

Deferred Tax Assets:	<u>Mar. 31, 2015</u>	<u>Dec. 31, 2014</u>	<u>Change</u>
Ordinary			
Benefit Obligations	\$ 40,613	\$ 40,572	\$ 41
Unpaid Claims	1,017	1,104	(87)
Accrued Expenses	5,640	5,603	37
Nonadmitted Assets	23,038	29,038	(6,000)
AMT Credits	89,764	88,212	1,552
Other	9,239	8,591	648
Subtotal	169,311	173,120	(3,809)
Statutory valuation allowance adjustment	124,017	123,616	401
Nonadmitted	19,070	24,232	(5,162)
Admitted ordinary deferred tax assets	26,224	25,272	952
Capital			
Investments	25,837	27,388	(1,551)
Subtotal	25,837	27,388	(1,551)
Nonadmitted	324	324	-
Admitted capital deferred tax assets	25,513	27,064	(1,551)
Admitted deferred tax assets	51,737	52,336	(599)
Deferred Tax Liabilities:			
Ordinary			
Accrued Expenses	430	573	(143)
Unpaid Claims	10	11	(1)
Subtotal	440	584	(144)
Capital			
Investments	3,442	5,972	(2,530)
Investment in affiliate	58,963	62,584	(3,621)
Subtotal	62,405	68,556	(6,151)
Deferred tax liabilities	62,845	69,140	(6,295)
Net deferred tax liabilities	\$ (11,108)	\$ (16,804)	\$ 5,696

Deferred tax assets are reflected as admitted assets, subject to certain limitations. The components of the net deferred tax asset recognized in the Company's balance sheets—statutory basis are as follows (*in thousands*):

	<u>Mar. 31, 2015</u>	<u>Dec. 31, 2014</u>	<u>Change</u>
Adjusted gross deferred tax assets	\$ 71,131	\$ 76,890	\$ (5,759)
Total deferred tax liabilities	62,845	69,140	6,295
Net deferred tax assets/(liabilities)	\$ 8,286	\$ 7,750	\$ 536
Tax effect of unrealized gains(losses)			(1,409)
Investment in Affiliate			(2,069)
Change in net deferred income tax			<u>\$ (2,942)</u>

The reconciliation of the federal income tax rate to the actual effective rate is as follows (*in thousands*):

	<u>Mar. 31, 2015</u>	<u>Effective Tax Rate</u>
Benefit computed at statutory rate	\$ (11,045)	35.00%
Permanent book to tax and other reserve adjustment	18,771	-59.48%
Pension Equity	(2,608)	8.27%
Changes in valuation allowance	400	-1.27%
Nonadmitted assets and other	5,997	-19.01%
Total	<u>\$ 11,515</u>	<u>-36.49%</u>
Federal income taxes incurred	\$ 8,573	-27.17%
Change in net deferred income taxes	2,942	-9.32%
Total statutory income taxes	<u>\$ 11,515</u>	<u>-36.49%</u>

NOTES TO FINANCIAL STATEMENTS

Beginning in 2014, Health Reform Legislation imposed an annual HIF on health insurers. The HIF is a nondeductible permanent item for income tax purposes thus increasing the company’s effective tax rate.

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company’s tax years 2011 and forward remain open under the statutes of limitation and subject to examination.

The Company is exempt from all state income taxes in the jurisdictions for which it is registered to do business.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

Group Hospitalization and Medical Services, Inc. (GHMSI or the Company) is a not-for-profit company that provides a comprehensive array of health insurance and managed care products and services primarily through indemnity health insurance and health benefits administration. Other products and services include preferred provider and point of service networks, third-party administrator services and other managed care services. These products and services are provided to individuals, businesses and governmental agencies primarily in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland.

The Company and CareFirst of Maryland, Inc. (CFMI) are both affiliates of a not-for-profit parent company, CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield. The Company and CFMI hold joint interests in a holding company, CareFirst Holdings, LLC (CFH). CFH was formed on December 31, 2010 by contributed assets from the Company and CFMI. CFH’s wholly-owned subsidiaries include First Care, Inc. (FirstCare), CFA, LLC, National Capital Insurance Agency, LLC, Capital Area Services Company, LLC and CareFirst BlueChoice, Inc. and its subsidiaries. CFH and its subsidiaries are owned 50.001% by CFMI and 49.999% by GHMSI. Since control over CFH operations is vested in CFI, GHMSI determined that neither GHMSI nor CFMI exercise control over CFH.

GHMSI’s subsidiary, Service Benefit Plan Administrative Services Corporation (SBP), was created to operate the Federal Employee Program Operations Center under a contract with the BlueCross BlueShield Association (BCBSA). SBP is 90% owned by GHMSI and 10% owned by BCBSA.

11. Debt

None.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

The components of net periodic benefit cost for the three months ended March 31, 2015 and 2014 are as follows (*in thousands*):

	Pension Benefits		Other Postretirement Benefits	
	2015	2014	2015	2014
Service cost	\$ 1,693	\$ 1,804	\$ 163	\$ 157
Interest cost	3,443	3,651	273	301
Expected return on plan assets	(5,763)	(6,467)	—	—
Amortization of transition asset	(662)	(662)	—	—
Amortization of prior service cost	54	52	69	69
Net recognized actuarial loss	2,034	717	—	—
Net periodic benefit cost for the three months ended March 31	\$ 799	\$ (905)	\$ 505	\$ 527

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

- (1) – (8) No change.
- (9) The Company is subject to the Health Insurer Fee (HIF) under Section 9010 of the Patient Protection and Affordable Care Act. In accordance with SSAP No. 106 *Affordable Care Act Section 9010 Assessment* (SSAP 106) the Company’s estimated HIF payable in the following year is required to be reclassified from unassigned surplus to special surplus. The Company’s balance of special surplus funds represents the amount reclassified for the period.

NOTES TO FINANCIAL STATEMENTS

(10) Change in net unrealized capital gains (losses) for the three months ended March 31, 2015:

Change in the unrealized gains (losses) from:		
Affiliated common stocks:		
CareFirst Holdings	\$	602,877
CareFirst BlueChoice		(10,344,524)
FirstCare		493,366
CFA		922,965
CASCI		956,215
NCIA		78,668
Unaffiliated common stocks		(7,045,683)
Bonds		974
Total unrealized gains (losses)		(14,335,142)
Capital gains deferred taxes		2,465,648
Change in net unrealized capital gains (losses)		
less capital gains taxes (page 5 line 36)	\$	(11,869,494)

(11) – (13) No change.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

None.

B. Assessments

In the jurisdictions in which the Company is licensed to conduct business, guaranty associations have been created for the purpose, among others, of protecting insured parties under health insurance policies when a health insurer becomes impaired, insolvent, or fails. The Company is contingently liable for assessments in any calendar year, in order to provide any required funds to carry out the power and duties of the associations. These associations levy assessments, up to prescribed limits, on all member insurers in a particular state on the basis of the proportionate share of the premiums written by member insurers in the line of business in which the impaired, insolvent or failed insurer is engaged. Some states permit member insurers to recover assessments through full or partial premium tax offsets.

The Pennsylvania Insurance Commissioner has placed long-term care insurer Penn Treaty Network America Insurance Company and one of its subsidiaries (collectively, “Penn Treaty”) in rehabilitation, an intermediate action before insolvency, and has petitioned a state court for liquidation. If Penn Treaty is liquidated, the Company and other insurers may be required to pay a portion of Penn Treaty’s policyholder claims related to their jurisdictions through guaranty association assessments in future periods. The Company is currently unable to predict the ultimate outcome of, or reasonably estimate the loss or range of losses resulting from, this potential insolvency because the Company cannot predict when the state court will render a decision, the amount of the insolvency, if any, the amount and timing of associated guaranty association assessments or the amount or availability of potential offsets, such as premium tax offsets. It is possible that in future reporting periods the Company may record a liability and a premium tax offset receivable relating to Penn Treaty which could have a material adverse effect on the Company’s financial statements.

C. Gain Contingencies

None.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

None.

E. Joint and Several Liabilities

None.

F. All Other Contingencies

The Company insures individuals and provides administrative services to non-risk groups with members who are qualified Medicare beneficiaries. Medicare law identifies the primary payer and secondary payer of claims when individuals are insured by either the Company or an employer and Medicare. During 2012, the Company discovered a processing error related to the handling of claims for Medicare members of certain non-risk groups between the years from 2009 to 2012. This error was promptly corrected once identified by the Company. As a result, CFMI and GHMSI recorded a liability of \$4,800,000, of which \$1,143,000 was recorded by the Company representing the Company’s best estimate of its portion of liability to the Centers for Medicare and Medicaid Services (CMS) at December 31, 2012. At December 31, 2013, the liability was reduced to \$721,000 after the Company completed its review of the claims data related to this liability. In 2014, the Company revised its estimate and recorded an additional liability of \$540,000. The balance of the liability is \$1,261,000 as of December 31,

NOTES TO FINANCIAL STATEMENTS

2014, and is included in other liabilities. There have been no adjustments to this liability since December 31, 2014. The Company's management believes that the final resolution of this matter will not result in additional material liabilities to the Company.

On December 30, 2014, the District of Columbia (District) DISB issued an order in which it concluded that GHMSI's RBC of 998% at December 31, 2011 was excessive, and that the appropriate RBC was 721%. The order states that 21% of GHMSI's surplus is attributable to the District. The order also states that GHMSI must submit a plan to the DISB for dedication of its excess 2011 surplus attributable to the District to community reinvestment in a fair and equitable manner. On January 22, 2015, GHMSI submitted a motion with the DISB requesting the Commissioner to reconsider this order. This motion was denied by the Commissioner on January 28, 2015. In the denial, the DISB granted GHMSI an extension to file its plan until March 16, 2015. On January 29, 2015, GHMSI filed an appeal with the D.C. Court of Appeals. GHMSI believes that the DISB did not properly apply the statute. On February 10, 2015, GHMSI filed a motion to stay any further proceedings, which was denied.

On February 10, 2015, the Maryland Insurance Commissioner issued an order instructing GHMSI not to reduce or distribute its surplus or to file any remedial plan in D.C. until Maryland had concluded an examination of the effects of the DISB order. DC Appleseed filed a request for hearing with the Maryland Commissioner on February 21, 2015, causing the Maryland order to automatically become stayed until after a hearing. After receiving a report from the Virginia Bureau of Insurance, the Virginia State Corporation Commission is considering how to respond to the DISB's December 30, 2014 order, but has not yet issued any orders to GHMSI.

On March 16, 2015, GHMSI filed the plan with the DISB pursuant to the instruction in the DISB December 30, 2014 order. In its plan, GHMSI states that no further reduction or distribution of surplus attributable to the District would be warranted, because the surplus attributable to the District has fallen significantly since 2011 on account of rate reduction and moderation, community giving, and other community reinvestment.

On April 28, 2015, the D.C. Court of Appeals dismissed all pending appeals in this matter, on the grounds that the December 30, 2014 order was not an appealable, final order. The Court concluded that there will not be a final order until the D.C. Insurance Commissioner issues an order addressing the March 16, 2015 plan filed by GHMSI.

There is no present instruction to GHMSI to pay any sum of money, and there will be significant additional proceedings before any remedial plan is adopted. Those proceedings include the appeal of the final order that has not yet been issued, potential Federal challenges by Maryland and Virginia, and proceedings to determine the contents of any remedial plan. GHMSI has considered the instructions within the order and all pertinent information through the date of issuance of the financial statements to determine if a loss contingency accrual should be recorded. Currently, the effect of any remedial plan upon GHMSI in terms of dollars is uncertain, given that GHMSI's RBC has decreased since December 31, 2011. Since that date, GHMSI has engaged in significant community reinvestment and suffered significant losses on business in the District which has reduced its RBC. GHMSI's requirements to consider the instructions of its regulators in Maryland and Virginia, and the pending legal decisions that will occur at a future time, coupled with the decline in RBC since the December 31, 2011 measurement date in the DISB December 30, 2014 order, and the fact that the December 30, 2014 order is not an appealable final order, combine to create substantial uncertainty as to whether a contingent liability exists at March 31, 2015. Therefore, GHMSI has concluded that it is not probable that a loss has been incurred. GHMSI has also concluded that a reasonable estimate of loss cannot be determined at this time. GHMSI will continue to monitor the developments in this matter which may require a reconsideration of whether a loss contingency should be recorded at a future date.

15. Leases

A. Lessee Operating Lease

No change.

B. Lessor Leases

Not applicable.

16. Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk

Not applicable.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not applicable.

B. Transfer and Servicing of Financial Assets

Not applicable.

C. Wash Sales

None.

NOTES TO FINANCIAL STATEMENTS

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

A. ASO Plans

Not applicable.

B. ASC Plans

The results from operations of uninsured ASC plans and the uninsured portion of partially insured plans were as follows for the three months ended March 31, 2015 and 2014 (*in thousands*):

	March 31	
	2015	2014
Gross reimbursement for medical costs incurred	\$ 185,391	\$ 194,660
Gross administrative fees accrued	12,830	12,936
Gross expenses incurred	(201,846)	(211,968)
Operating loss, before stop loss	\$ (3,625)	\$ (4,372)
Stop loss, net	1,908	1,502
Proforma operating loss	\$ (1,717)	\$ (2,870)

The stop loss amount reported above represents the stop loss underwriting gain from the ASC business.

For the three months ended March 31, 2015, GHMSI ceded an ASC underwriting gain of \$723,000 to CFMI and assumed an ASC underwriting loss of \$113,000 from CFMI for a net underwriting loss of \$836,000. For the three months ended March 31, 2014, GHMSI ceded an ASC underwriting loss of \$1,103,000 to CFMI and assumed an ASC underwriting loss of \$827,000 from CFMI for a net underwriting gain of \$276,000.

C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not applicable.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

Not applicable.

20. Fair Value Measurements

Included in various investment-related line items in the financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stocks when carried at the lower of cost or market. SSAP No. 100 *Fair Value Measurements* defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value. The fair value hierarchy is as follows:

- Level 1 – Quoted (unadjusted) prices for identical assets or liabilities in active markets.
- Level 2 – Other observable inputs, either directly or indirectly.
- Level 3 – Unobservable inputs that cannot be corroborated by observable market data.

In instances in which the inputs used to measure fair value fall into different levels of the fair value hierarchy, the fair value measurement has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Company’s assessment of the significance of a particular item to the fair value measurement in its entirety requires judgment, including the consideration of inputs specific to the asset. Management is responsible for the determination of fair value, and performs monthly analyses on the prices received from third parties to determine whether the prices appear to be reasonable estimates of fair value.

There were no transfers between levels during the three months ended March 31, 2015.

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Bonds. The fair value of U.S. Treasury securities is determined by an active price for an identical security in an observable market and is therefore classified as Level 1. Other U.S. government agencies securities, state and municipal securities, foreign governments securities, corporate bonds, mortgage-backed securities and other asset-backed securities that are priced by independent pricing services using observable inputs are classified as Level 2. Observable inputs used for other U.S. government agencies securities include quoted prices for like or similar assets, benchmark yields, reported trades and credit spreads. Observable inputs used for state and municipal securities, foreign governments securities and corporate bonds include quoted prices for identical or similar assets that are traded in an active market, benchmark yields, new issuances, issuer ratings, reported trades of comparable securities and credit spreads. The fair value of mortgage-backed securities and other asset-backed securities is determined by a cash flow model, which utilizes observable inputs such as quoted prices for identical or similar assets, benchmark yields, prepayment speeds, collateral performance, credit spreads, and default rates at commonly quoted intervals.

NOTES TO FINANCIAL STATEMENTS

Stocks. Fair values of publicly-traded index funds where market quotes are available but are not considered actively traded are classified as Level 2. Fair values of privately held equity securities, where there has been limited trading activity or where less price transparency exists around the inputs to the valuation, are classified as Level 3.

The following table presents information about the fair value of the Company’s financial instruments measured and reported at fair value (*in thousands*).

	Quoted Prices in Active Markets (Level 1)		Other Observable Inputs (Level 2)		Unobservable Inputs (Level 3)		Total Fair Value as of March 31, 2015
Assets							
Common stocks							
Large capital equity index fund	\$	—	\$	27,073	\$	—	\$ 27,073
Small capital equity index fund		—		19,342		—	19,342
International equity index fund		—		28,400		—	28,400
Publicly-traded fixed income index fund (a)		—		28,011		—	28,011
Privately held equity securities		—		—		3,983	3,983
Total common stocks		—		102,826		3,983	106,809
Total assets measured and reported at fair value							
	\$	—	\$	102,826	\$	3,983	\$ 106,809

(a) Represent investments in U.S. Treasury inflation-protected securities.

A reconciliation of the beginning and ending balances of privately held equity securities measured at fair value using Level 3 inputs is as follows (*in thousands*):

Beginning balance at January 1, 2015	\$	3,983
Gains recognized in capital and surplus—statutory-basis		—
Ending balance at March 31, 2015	\$	3,983

The following table presents information about the aggregate fair value of the Company’s financial instruments (*in thousands*).

	Quoted Prices in Active Markets (Level 1)		Other Observable Inputs (Level 2)		Unobservable Inputs (Level 3)		Aggregate Fair Value as of March 31, 2015	Admitted Assets as of March 31, 2015
Bonds	\$	81,678	\$	415,729	\$	—	\$ 497,407	\$ 483,907
Common stocks		—		102,826		3,983	106,809	106,809
Total assets at fair value	\$	81,678	\$	518,555	\$	3,983	\$ 604,216	\$ 590,716

As of March 31, 2015, the Company has no financial instruments for which it is not practicable to estimate fair value.

21. Other Items

A. Extraordinary Items

Not applicable.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures and Unusual Items

In accordance with SSAP 106, the entire HIF is recognized as general administrative expense on January 1. As of March 31, 2015 and 2014, the Company has recorded the HIF of \$69,340,000 and \$47,970,000, respectively, net of reinsurance.

D. Business Interruption Insurance Recoveries

Not applicable.

E. State Transferable and Non-transferable Tax Credits

NOTES TO FINANCIAL STATEMENTS

Not applicable.

F. Subprime-Mortgage-Related Risk Exposure

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of March 31, 2015.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

G. Retained Assets

Not applicable.

22. Events Subsequent

Not applicable.

23. Reinsurance

A. Ceded Reinsurance Report

The Company maintains a quota-share reinsurance contract with FirstCare, a plan sponsor offering Medicare Part D prescription drug insurance coverage under a contract with CMS. Effective July 11, 2014, FirstCare is no longer a Medicare Part D plan sponsor. Therefore, the reinsurance amounts assumed by the Company represent FirstCare’s obligations from run-out activities. The Company assumed risk premiums in the amount of \$0 and \$1,823,000, and incurred an underwriting loss in the amount of \$104,000 and \$208,000 for the three months ended March 31, 2015 and 2014, respectively.

Certain business has been written by CFMI and GHMSI which represents contracts outside the historic CFMI and GHMSI service areas (cross-jurisdictional sales). The net underwriting gain or loss from this cross-jurisdictional business is transferred via a quota-share reinsurance contract from the company that earned them to the company in whose service area they were earned. The Company remains obligated for amounts ceded in the event that CFMI does not meet its obligations. As a result of this reinsurance agreement, the following amounts were assumed from and ceded to CFMI for the three months ended March 31, 2015 and 2014 (*in thousands*):

	March 31	
	2015	2014
Premiums assumed	\$ 9,715	\$ 11,258
Premiums ceded	(27,355)	(46,623)
Premiums, net	(17,640)	(35,365)
Cost of care assumed	7,229	7,079
Cost of care ceded	(18,689)	(39,016)
Cost of care, net	(11,460)	(31,937)
General and administrative expenses ceded, net	(2,311)	(8,978)
Net (gain) loss ceded	\$ (3,869)	\$ 5,550

B. Uncollectible Reinsurance

Not applicable.

C. Commutation of Ceded Reinsurance

Not applicable.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. – C. Not applicable.

NOTES TO FINANCIAL STATEMENTS

D. Medical loss ratio rebates required pursuant to the Public Health Service Act are as follows (*in thousands*):

	Individual		Small Group Employer	Large Group Employer	Other Categories with Rebates		Total
Prior Reporting Year							
(1) Medical loss ratio rebates incurred	\$	—	\$ 8	\$ —	\$ —	\$ —	8
(2) Medical loss ratio rebates paid		—	8	—	—	—	8
(3) Medical loss ratio rebates unpaid		—	—	—	—	—	—
(4) Plus reinsurance assumed amounts	XXX		XXX	XXX	XXX		469
(5) Less reinsurance ceded amounts	XXX		XXX	XXX	XXX		—
(6) Rebates unpaid net of reinsurance	XXX		XXX	XXX	XXX	\$	469
Current Reporting Year-to-Date							
(7) Medical loss ratio rebates incurred	\$	—	\$ —	\$ —	\$ —	\$ —	—
(8) Medical loss ratio rebates paid		—	—	—	—	—	—
(9) Medical loss ratio rebates unpaid		—	—	—	—	—	—
(10) Plus reinsurance assumed amounts	XXX		XXX	XXX	XXX		469
(11) Less reinsurance ceded amounts	XXX		XXX	XXX	XXX		—
(12) Rebates unpaid net of reinsurance	XXX		XXX	XXX	XXX	\$	469

The assumed amount above is under the Company’s reinsurance contract with FirstCare (refer to Note 23).

E. Risk-Sharing Provisions of the Affordable Care Act

1. Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act (ACA) risk-sharing provisions?

Yes.

NOTES TO FINANCIAL STATEMENTS

2. Impact of Risk-Sharing Provisions of the ACA on Admitted Assets, Liabilities and Revenue for the three months ended March 31, 2015 (*in thousands*):

a. Permanent ACA Risk Adjustment Program

Assets

1. Premium adjustments receivable due to ACA Risk Adjustment	\$	31,850
--	----	--------

Liabilities

2. Risk adjustment user fees payable for ACA Risk Adjustment		72
--	--	----

3. Premium adjustments payable due to ACA Risk Adjustment		350
---	--	-----

Operations (Revenue & Expense)

4. Reported as revenue in premium for accident and health contracts written due to ACA Risk Adjustment		5,300
--	--	-------

5. Reported in expenses as ACA risk adjustment user fees incurred		41
---	--	----

b. Transitional ACA Reinsurance Program

Assets

1. Amounts recoverable for claims paid due to ACA Reinsurance	\$	17,577
---	----	--------

2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)		2,091
--	--	-------

3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance		-
---	--	---

Liabilities

4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium		11,242
---	--	--------

5. Ceded reinsurance premiums payable due to ACA Reinsurance		269
--	--	-----

6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance		-
---	--	---

Operations (Revenue & Expense)

7. Ceded reinsurance premiums due to ACA Reinsurance		269
--	--	-----

8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments		4,422
---	--	-------

9. ACA Reinsurance contributions – not reported as ceded premium		5,451
--	--	-------

c. Temporary ACA Risk Corridors Program

Assets

1. Accrued retrospective premium due from ACA Risk Corridors	\$	-
--	----	---

Liabilities

2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors		1,050
---	--	-------

Operations (Revenue & Expense)

3. Effect of ACA Risk Corridors on net premium income		-
---	--	---

4. Effect of ACA Risk Corridors on change in reserves for rate credits		430
--	--	-----

The above amounts are subject to the Company's reinsurance agreement with CFMI as noted in Note 23.

NOTES TO FINANCIAL STATEMENTS

3. Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance (*in thousands*):

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Ref	Cumulative Balance from Prior Years (Col 1 – 3 + 7)	Cumulative Balance from Prior Years (Col 2 – 4 + 8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	\$ 26,200	\$ -	\$ -	\$ -	\$ 26,200	\$ -	\$ -	\$ -	A	\$ 26,200	\$ -
2. Premium adjustments (payable)	-	-	-	-	-	-	-	-	B	-	-
3. Subtotal ACA Permanent Risk Adjustment Program	26,200	-	-	-	26,200	-	-	-		26,200	-
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	13,961	-	-	-	13,961	-	1,683	-	C	15,644	-
2. Amounts recoverable for claims unpaid (contra liability)	1,285	-	-	-	1,285	-	(1,285)	-	D	-	-
3. Amounts receivable relating to uninsured plans	-	-	-	-	-	-	-	-	E	-	-
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	-	5,791	-	-	-	5,791	-	-	F	-	5,791
5. Ceded reinsurance premiums payable	-	-	-	-	-	-	-	-	G	-	-
6. Liability for amounts held under uninsured plans	-	-	-	-	-	-	-	-	H	-	-
7. Subtotal ACA Transitional Reinsurance Program	15,246	5,791	-	-	15,246	5,791	398	-		15,644	5,791
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	-	-	-	-	-	-	-	-	I	-	-
2. Reserve for rate credits or policy experience rating refunds	-	620	-	-	-	620	-	430	J	-	1,050
3. Subtotal ACA Risk Corridors Program	-	620	-	-	-	620	-	430		-	1,050
d. Total for ACA Risk Sharing Provisions	\$ 41,446	\$ 6,411	\$ -	\$ -	\$ 41,446	\$ 6,411	\$ 398	\$ 430		\$ 41,844	\$ 6,841

Explanations of Adjustments:

- A. Not applicable.
- B. Not applicable.
- C. Include run-out claims through 3/31/2015.
- D. Accrued receivable is now included in amounts recoverable for claims paid.
- E. Not applicable.
- F. Not applicable.
- G. Not applicable.
- H. Not applicable.
- I. Not applicable.
- J. True-up of year-end estimate.

25. Change in Incurred Claims and Claim Adjustment Expenses

As of March 31, 2015, \$202,575,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$47,273,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$31,333,000 favorable prior year development since December 31, 2014 to March 31, 2015, which includes a \$13,309,000 favorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable.

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

No change.

NOTES TO FINANCIAL STATEMENTS

B. Risk Sharing Receivables

Not applicable.

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserve

- 1. Liability carried for premium deficiency reserves: \$5,890,000 within aggregate health policy reserves
- 2. Date of the most recent evaluation of this liability: March 31, 2015
- 3. Was anticipated investment income utilized in the calculation? No

31. Anticipated Salvage and Subrogation

No change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes [] No [X]

1.2

If yes, has the report been filed with the domiciliary state?

Yes [] No []

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [] No [X]

2.2

If yes, date of change:

3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1 and 1A.

Yes [X] No []

3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes [] No [X]

3.3

If the response to 3.2 is yes, provide a brief description of those changes.

4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]

4.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

Yes [] No [] N/A [X]

6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013

6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2008

6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

09/29/2009

6.4

By what department or departments?
District of Columbia Department of Insurance, Securities and Banking

6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes [] No [] N/A [X]

6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes [X] No [] N/A []

7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [] No [X]

7.2

If yes, give full information:

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]

8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]

8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

Yes [X] No []
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended?

Yes [X] No []
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
The code was amended with an effective date of February 26, 2015 to maintain compliance with the applicable provisions of the Federal Acquisition Regulation.
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [] No [X]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$.....0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$.....0
13.

Amount of real estate and mortgages held in short-term investments:

\$.....0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [X] No []
- 14.2

If yes, please complete the following:
- | | 1 | 2 |
|---|---|--|
| | Prior Year-End
Book/Adjusted
Carrying Value | Current Quarter
Book/Adjusted
Carrying Value |
| 14.21 Bonds | \$.....0 | \$.....0 |
| 14.22 Preferred Stock | \$.....0 | \$.....0 |
| 14.23 Common Stock | \$.....0 | \$.....0 |
| 14.24 Short-Term Investments | \$.....0 | \$.....0 |
| 14.25 Mortgage Loans on Real Estate | \$.....0 | \$.....0 |
| 14.26 All Other | \$.....459,481,042 | \$.....452,190,609 |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$.....459,481,042 | \$.....452,190,609 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$.....0 | \$.....0 |
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes [] No [X]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes [] No []
- If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ 0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ 0
- 16.3 Total payable for securities lending reported on the liability page

\$ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes ☒ No ☐
- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
SunTrust Bank	1445 New York Ave, Washington DC 20005
Bank of New York Mellon	1 Wall Street, New York, NY 10286

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes ☐ No ☒
- 17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
15958	Vanguard	P.O. Box 2900 Valley Forge, PA 19482
104596	Dodge & Cox	55 California St., San Francisco, CA 94104
105496	T. Rowe Price	100 E. Pratt St., Baltimore, MD 21202

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes ☒ No ☐
- 18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:
- 1.1 A&H loss percent

86.6 %
- 1.2 A&H cost containment percent

1.6 %
- 1.3 A&H expense percent excluding cost containment expenses

19.7 %
- 2.1 Do you act as a custodian for health savings accounts?

Yes [] No [X]
- 2.2 If yes, please provide the amount of custodial funds held as of the reporting date

\$0
- 2.3 Do you act as an administrator for health savings accounts?

Yes [] No [X]
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date

\$0

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsurer Rating
			NONE					

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

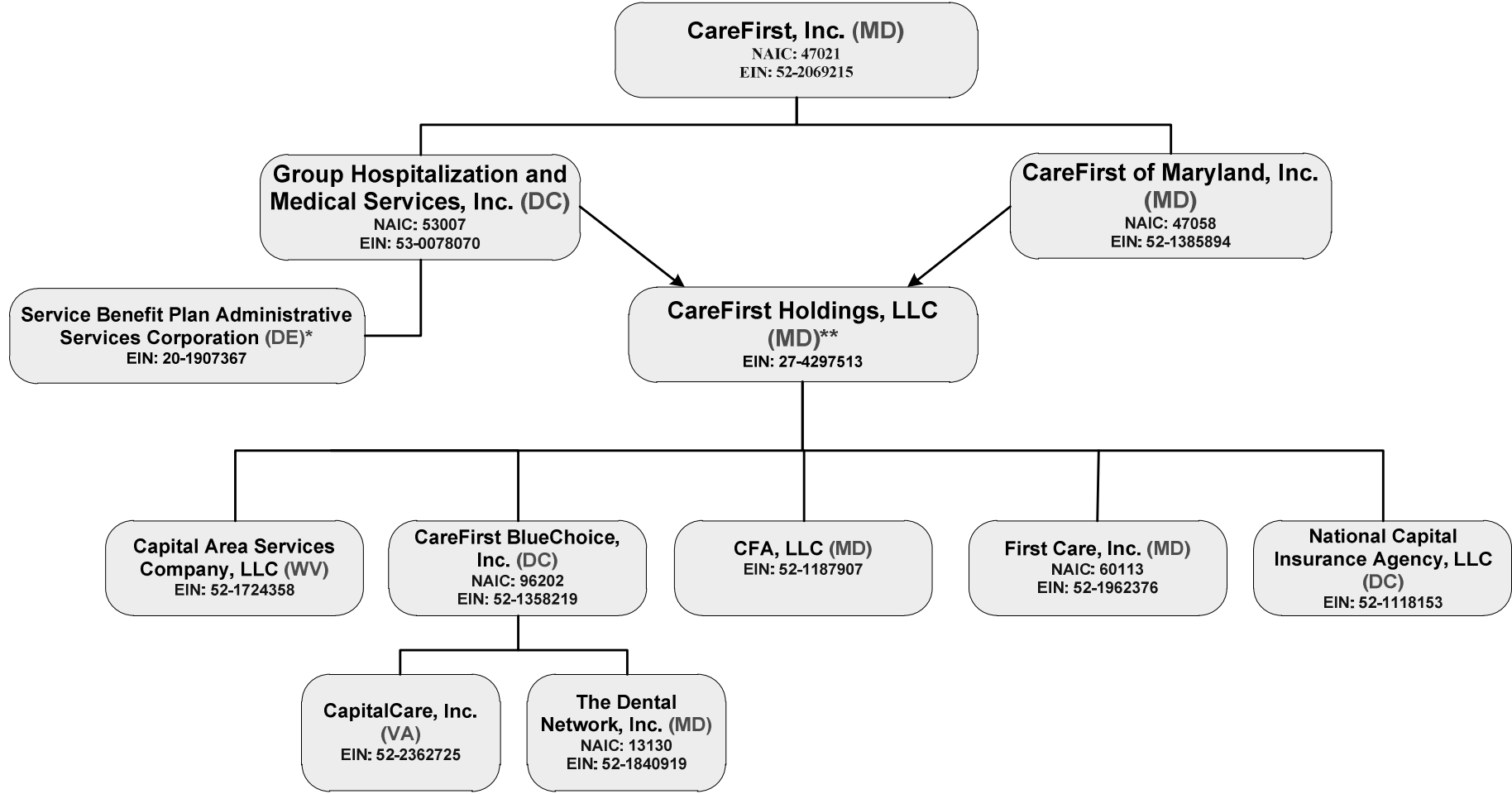
Current Year to Date - Allocated by States and Territories									
States, etc.	1	Direct Business Only							
	Active Status	2	3	4	5	6	7	8	9
		Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums & Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1. Alabama	AL	N	0	0	0	0	0	0	0
2. Alaska	AK	N	0	0	0	0	0	0	0
3. Arizona	AZ	N	0	0	0	0	0	0	0
4. Arkansas	AR	N	0	0	0	0	0	0	0
5. California	CA	N	0	0	0	0	0	0	0
6. Colorado	CO	N	0	0	0	0	0	0	0
7. Connecticut	CT	N	0	0	0	0	0	0	0
8. Delaware	DE	N	0	0	0	0	0	0	0
9. District of Columbia	DC	L	133,632,627	0	93,210,111	0	0	226,842,738	0
10. Florida	FL	N	0	0	0	0	0	0	0
11. Georgia	GA	N	0	0	0	0	0	0	0
12. Hawaii	HI	N	0	0	0	0	0	0	0
13. Idaho	ID	N	0	0	0	0	0	0	0
14. Illinois	IL	N	0	0	0	0	0	0	0
15. Indiana	IN	N	0	0	0	0	0	0	0
16. Iowa	IA	N	0	0	0	0	0	0	0
17. Kansas	KS	N	0	0	0	0	0	0	0
18. Kentucky	KY	N	0	0	0	0	0	0	0
19. Louisiana	LA	N	0	0	0	0	0	0	0
20. Maine	ME	N	0	0	0	0	0	0	0
21. Maryland	MD	L	110,716,125	0	204,360,806	0	0	315,076,931	0
22. Massachusetts	MA	N	0	0	0	0	0	0	0
23. Michigan	MI	N	0	0	0	0	0	0	0
24. Minnesota	MN	N	0	0	0	0	0	0	0
25. Mississippi	MS	N	0	0	0	0	0	0	0
26. Missouri	MO	N	0	0	0	0	0	0	0
27. Montana	MT	N	0	0	0	0	0	0	0
28. Nebraska	NE	N	0	0	0	0	0	0	0
29. Nevada	NV	N	0	0	0	0	0	0	0
30. New Hampshire	NH	N	0	0	0	0	0	0	0
31. New Jersey	NJ	N	0	0	0	0	0	0	0
32. New Mexico	NM	N	0	0	0	0	0	0	0
33. New York	NY	N	0	0	0	0	0	0	0
34. North Carolina	NC	N	0	0	0	0	0	0	0
35. North Dakota	ND	N	0	0	0	0	0	0	0
36. Ohio	OH	N	0	0	0	0	0	0	0
37. Oklahoma	OK	N	0	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0	0
39. Pennsylvania	PA	N	0	0	0	0	0	0	0
40. Rhode Island	RI	N	0	0	0	0	0	0	0
41. South Carolina	SC	N	0	0	0	0	0	0	0
42. South Dakota	SD	N	0	0	0	0	0	0	0
43. Tennessee	TN	N	0	0	0	0	0	0	0
44. Texas	TX	N	0	0	0	0	0	0	0
45. Utah	UT	N	0	0	0	0	0	0	0
46. Vermont	VT	N	0	0	0	0	0	0	0
47. Virginia	VA	L	126,221,747	0	163,707,606	0	0	289,929,353	0
48. Washington	WA	N	0	0	0	0	0	0	0
49. West Virginia	WV	N	0	0	0	0	0	0	0
50. Wisconsin	WI	N	0	0	0	0	0	0	0
51. Wyoming	WY	N	0	0	0	0	0	0	0
52. American Samoa	AS	N	0	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0	0
58. Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0
59. Subtotal	XXX	370,570,499	0	0	461,278,523	0	0	831,849,022	0
60. Reporting Entity Contributions for Employee Benefit Plans	XXX	0	0	0	0	0	0	0	0
61. Totals (Direct Business)	(a) 3	370,570,499	0	0	461,278,523	0	0	831,849,022	0
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

Enrollment and billing systems capture and report premiums by group situs except for Federal Employees Health Benefits Program (FEHBP). FEHBP premiums from members residing in the United States are reported based on the members' residence whereas premiums from overseas members are reported in D.C.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



*Service Benefit Plan Administrative Services Corporation is owned 90% by Group Hospitalization and Medical Services, Inc. and 10% by the Blue Cross and Blue Shield Association.

**CareFirst Holdings, LLC is owned 50.001% by CareFirst of Maryland, Inc. and 49.999% by Group Hospitalization and Medical Services, Inc.

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

[illegible]

Asterisk	Explanation
N/A	

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

Response

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

NO

Explanation:

1.

Bar Code:

1. Medicare Part D Coverage Supplement [Document Identifier 365]



OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

	Current Statement Date			4 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2504. Other Assets	1,407,978	0	1,407,978	1,412,428
2597. Summary of remaining write-ins for Line 25 from overflow page	1,407,978	0	1,407,978	1,412,428

Additional Write-ins for Liabilities Line 23

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
2304. Other Liabilities	38,707,250	0	38,707,250	37,054,163
2397. Summary of remaining write-ins for Line 23 from overflow page	38,707,250	0	38,707,250	37,054,163

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest point and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	459,647,709	435,684,914
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	(7,290,433)	23,962,795
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	452,357,276	459,647,709
12. Deduct total nonadmitted amounts	166,667	166,667
13. Statement value at end of current period (Line 11 minus Line 12)	452,190,609	459,481,042

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	536,993,824	633,296,475
2. Cost of bonds and stocks acquired	298,331,483	710,915,816
3. Accrual of discount	44,811	209,138
4. Unrealized valuation increase (decrease)	(7,044,708)	1,088,539
5. Total gain (loss) on disposals	12,205,371	9,086,226
6. Deduct consideration for bonds and stocks disposed of	249,099,248	813,533,221
7. Deduct amortization of premium	715,440	4,069,149
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	590,716,093	536,993,824
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	590,716,093	536,993,824

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	385,222,346	383,965,607	232,286,500	(5,200,361)	531,701,092	0	0	385,222,346
2. NAIC 2 (a)	108,764,080	10,645,213	22,582,087	3,850,567	100,677,773	0	0	108,764,080
3. NAIC 3 (a)	1,241,159	0	1,057,456	684,785	868,488	0	0	1,241,159
4. NAIC 4 (a)	3,299,829	0	2,147,577	(3,204)	1,149,048	0	0	3,299,829
5. NAIC 5 (a)	872,813	0	0	905	873,718	0	0	872,813
6. NAIC 6 (a)	797,478	0	0	(2,346)	795,132	0	0	797,478
7. Total Bonds	500,197,705	394,610,820	258,073,620	(669,654)	636,065,251	0	0	500,197,705
PREFERRED STOCK								
8. NAIC 1	0	0	0	0	0	0	0	0
9. NAIC 2	0	0	0	0	0	0	0	0
10. NAIC 3	0	0	0	0	0	0	0	0
11. NAIC 4	0	0	0	0	0	0	0	0
12. NAIC 5	0	0	0	0	0	0	0	0
13. NAIC 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	500,197,705	394,610,820	258,073,620	(669,654)	636,065,251	0	0	500,197,705

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$0 ; NAIC 2 \$0 ; NAIC 3 \$0 ;
NAIC 4 \$0 ; NAIC 5 \$0 ; NAIC 6 \$0

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals	152,158,376	xxx	152,158,376	18,081	0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	100,548,545	112,175,883
2. Cost of short-term investments acquired	96,650,937	293,300,901
3. Accrual of discount	0	0
4. Unrealized valuation increase (decrease)	0	(5,459)
5. Total gain (loss) on disposals	0	28,131
6. Deduct consideration received on disposals	45,041,106	304,881,378
7. Deduct amortization of premium	0	69,533
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	152,158,376	100,548,545
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	152,158,376	100,548,545

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards
N O N E

Schedule DB - Part B - Verification - Futures Contracts
N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open
N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open
N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of Derivatives
N O N E

Schedule E - Verification - Cash Equivalents
N O N E

Schedule A - Part 2 - Real Estate Acquired and Additions Made
N O N E

Schedule A - Part 3 - Real Estate Disposed
N O N E

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made
N O N E

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid
N O N E

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made
N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid
N O N E

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
361790-3J-8	GNMA PASS-THRU M SINGLE FAMILY		.03/12/2015	SALOMON SMITH BARNEY INC/SAL		1,222,266	1,167,451	1,816	1
361790-WF-4	GNMA PASS-THRU M SINGLE FAMILY		.02/06/2015	RBC CAPITAL MARKETS CORP		642,207	601,247	1,202	1
38376P-TE-0	GNMA REMIC TRUST 2009-125		.03/13/2015	LINSCO/PRIVATE LEDGER CORP. RE		9,695,489	9,305,809	19,775	1
38378K-6D-6	GNMA REMIC TRUST 2013-154		.02/11/2015	CFG CAPITAL MARKETS LLC		5,351,294	5,313,106	4,892	1
38378N-CE-1	GNMA REMIC TUST 2013-155		.02/11/2015	CFG CAPITAL MARKETS LLC		5,398,136	5,315,088	7,279	1
912810-FP-8	UNITED STATES TREAS BDS		.02/12/2015	RBC CAPITAL MARKETS CORP		642,439	455,000	203	1
912810-PX-0	UNITED STATES TREAS BDS		.02/27/2015	GOLDMAN, SACHS & CO.		1,731,810	1,270,000	15,752	1
912810-RH-3	UNITED STATES TREAS BDS		.02/10/2015	CFG CAPITAL MARKETS LLC		26,737,969	24,000,000	6,215	1
912810-RJ-9	UNITED STATES TREAS BDS		.02/06/2015	CFG CAPITAL MARKETS LLC		40,100,625	36,000,000	250,608	1
912810-PK-6	UNITED STATES TREAS BDS		.03/06/2015	CFG CAPITAL MARKETS LLC		34,102,500	36,000,000	48,066	1
912828-B6-6	UNITED STATES TREAS NTS		.03/04/2015	DEUTSCHE BANK SECURITIES INC		643,526	610,000	1,019	1
912828-C2-4	UNITED STATES TREAS NTS		.03/23/2015	BNY/ITC-DEALER CLEARANCE SPECL		4,550,098	4,500,000	4,769	1
912828-G3-8	UNITED STATES TREAS NTS		.02/02/2015	CFG CAPITAL MARKETS LLC		4,689,727	4,500,000	20,884	1
912828-G8-7	UNITED STATES TREAS NTS		.01/21/2015	CFG CAPITAL MARKETS LLC		3,097,734	3,000,000	4,050	1
912828-H5-2	UNITED STATES TREAS NTS		.03/06/2015	CFG CAPITAL MARKETS LLC		27,154,980	27,500,000	19,130	1
912828-H7-8	UNITED STATES TREAS NTS		.03/06/2015	CFG CAPITAL MARKETS LLC		19,945,508	20,000,000	6,285	1
912828-H8-6	UNITED STATES TREAS NTS		.02/11/2015	CFG CAPITAL MARKETS LLC		4,934,141	5,000,000	3,170	1
912828-H9-4	UNITED STATES TREAS NTS		.03/06/2015	CFG CAPITAL MARKETS LLC		19,960,547	20,000,000	4,282	1
912828-J4-3	UNITED STATES TREAS NTS		.03/25/2015	CFG CAPITAL MARKETS LLC		3,014,766	3,000,000	3,709	1
912828-RX-0	UNITED STATES TREAS NTS		.01/30/2015	SALOMON SMITH BARNEY INC/SAL		1,008,008	1,000,000	798	1
0599999. Subtotal - Bonds - U.S. Governments						214,623,770	208,537,701	423,904	XXX
68323A-BM-5	PROVINCE OF ONTARIO	I	.03/02/2015	RBC CAPITAL MARKETS CORP		2,992,530	3,000,000	11,917	1FE
195325-CU-7	COLOMBIA REP	R	.01/21/2015	MORGAN STANLEY & CO. INC		1,510,025	1,525,000	0	2FE
1099999. Subtotal - Bonds - All Other Governments						4,502,555	4,525,000	11,917	XXX
3138Y6-3C-6	FNMA PASS-THRU INT 15 YEAR		.03/13/2015	LINSCO/PRIVATE LEDGER CORP. RE		9,621,204	8,986,530	16,975	1
3138Y9-C3-0	FNMA PASS-THRU LNG 30 YEAR		.02/06/2015	SG COWEN SECURITIES CORP		622,793	581,795	711	1
3136AE-NT-0	FNMA REMIC TRUST 2013-63		.03/25/2015	DAVIDSON, D.A., & CO, INC.		1,123,289	1,387,848	2,795	1
837151-NP-0	SOUTH CAROLINA ST PUB SVCS REV		.02/13/2015	BARCLAYS CAPITAL INC		375,000	375,000	0	1FE
914126-XY-6	UNIVERSITY CALIF REVS FOR PREV REV		.03/13/2015	BARCLAYS CAPITAL INC		35,000	35,000	0	1FE
3199999. Subtotal - Bonds - U.S. Special Revenues						11,777,286	11,366,173	20,481	XXX
002824-AV-2	ABBOTT LABS		.02/11/2015	CFG CAPITAL MARKETS LLC		2,725,400	2,000,000	45,667	1FE
010392-FM-5	ALABAMA PWR CO		.03/05/2015	BANC AMERICA SECURITIES LLC		317,779	320,000	0	1FE
023135-AQ-9	AMAZON COM INC		.01/13/2015	VARIOUS		1,849,189	1,740,000	9,191	1FE
026874-DC-8	AMERICAN INTL GROUP INC		.01/12/2015	US BANCORP INVESTMENTS INC		323,924	325,000	0	2FE
03523T-BP-2	ANHEUSER BUSCH INBEV WORLDWIDE		.01/08/2015	MERRILL LYNCH PROFESSNL CLEAR		1,473,720	1,500,000	18,542	1FE
037833-AJ-9	APPLE INC		.02/11/2015	CFG CAPITAL MARKETS LLC		1,982,320	2,000,000	5,833	1FE
05377R-BB-9	AVIS BUDGET RENTAL FDG 2012-3 144A		.03/25/2015	CFG CAPITAL MARKETS LLC		4,044,688	4,000,000	2,333	1FE
06742L-AH-6	BARCLAYS DRYROCK TR 2015-1		.03/05/2015	BARCLAYS CAPITAL INC		99,954	100,000	0	1FE
075896-AB-6	BED BATH & BEYOND INC		.01/09/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,042,400	1,000,000	24,165	2FE
084664-BS-9	BERKSHIRE HATHAWAY FIN CORP		.03/13/2015	MERRILL LYNCH PROFESSNL CLEAR		3,092,675	3,047,000	16,657	1FE
09247X-AL-5	BLACKROCK INC		.02/02/2015	CFG CAPITAL MARKETS LLC		1,073,540	1,000,000	13,319	1FE
166764-AA-8	CHEVRON CORP NEW		.03/13/2015	MERRILL LYNCH PROFESSNL CLEAR		3,994,320	4,000,000	12,635	1FE
20826F-AA-4	CONOCOPHILLIPS CO		.02/02/2015	CFG CAPITAL MARKETS LLC		1,504,260	1,500,000	5,000	1FE
263534-CC-1	DU PONT E I DE NEMOURS & CO		.03/06/2015	MIZUHO SECURITIES USA INC		812,258	750,000	5,717	1FE
26884T-AN-2	ERAC USA FINANCE COMPANY 144 A		.02/10/2015	RBC CAPITAL MARKETS CORP		113,675	115,000	0	2FE
34354P-AD-7	FLOWSERVE CORP		.02/05/2015	MERRILL LYNCH PROFESSNL CLEAR		1,061,880	1,000,000	9,444	2FE
38259P-AB-8	GOOGLE INC		.02/11/2015	CFG CAPITAL MARKETS LLC		2,175,220	2,000,000	17,924	1FE
437076-AS-1	HOME DEPOT INC		.02/11/2015	CFG CAPITAL MARKETS LLC		2,639,520	2,000,000	20,236	1FE
437076-BD-3	HOME DEPOT INC		.01/08/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,797,150	1,500,000	30,063	1FE
46625H-KC-3	JPMORGAN CHASE & CO		.03/25/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,502,100	1,500,000	8,724	1FE
482480-AE-0	KLA-TENCOR CORP		.03/25/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,584,750	1,500,000	27,900	2FE
586054-AC-2	MEMORIAL SLOAN-KETTERING CANC		.02/04/2015	GOLDMAN, SACHS & CO.		199,274	200,000	0	1FE
61747Y-DY-8	MORGAN STANLEY		.01/22/2015	MORGAN STANLEY & CO. INC		129,025	130,000	0	1FE
666807-BJ-0	NORTHROP GRUMMAN CORP		.02/03/2015	CHASE SECURITIES, INC		289,922	290,000	0	2FE
681919-AZ-9	OMNICOM GROUP INC		.01/21/2015	CHASE SECURITIES, INC		240,799	230,000	1,969	2FE
681919-BA-3	OMNICOM GROUP INC		.01/13/2015	CREDIT SUISSE FIRST BOSTON COR		77,071	75,000	586	2FE
713448-CG-1	PEPSICO INC		.01/08/2015	MERRILL LYNCH PROFESSNL CLEAR		1,498,890	1,500,000	15,125	1FE
71672V-AB-5	PETROLOGISTICS LP/ FIN CORP		.01/23/2015	MIZUHO SECURITIES USA INC		543,125	500,000	10,156	1FE
717081-DD-2	PFIZER INC		.02/11/2015	CFG CAPITAL MARKETS LLC		2,004,920	2,000,000	1,650	1FE
741503-AW-6	PRICELINE GRP INC		.03/10/2015	WACHOVIA SECURITIES CAPITAL		279,278	280,000	0	2FE
74153W-CD-9	PRICOR GBLBL FDG I MTN 144A		.02/02/2015	CFG CAPITAL MARKETS LLC		1,530,210	1,500,000	7,242	1FE
74456Q-BK-1	PUBLIC SVC ELEC GAS CO MTN BE		.02/02/2015	CFG CAPITAL MARKETS LLC		1,583,115	1,500,000	11,183	1FE

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
771196-BE-1	ROCHE HLDGS INC 144 A		.02/11/2015	LINSCO/PRIVATE LEDGER CORP. RE		2,104,800	2,000,000	25,683	1FE
81745B-AM-7	SEQUOIA MTG TR 2013-6		.03/23/2015	RAYMOND JAMES & ASSOCIATES, INC		1,444,378	1,435,407	3,526	1FE
84756N-AG-4	SPECTRA ENERGY PARTNERS LP		.03/09/2015	CHASE SECURITIES, INC.		312,587	315,000	0	2FE
87612E-BA-3	TARGET CORP		.02/11/2015	CFG CAPITAL MARKETS LLC		2,091,480	2,000,000	10,444	1FE
38148L-AC-0	THE GOLDMAN SACHS GROUP INC		.03/25/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,530,000	1,500,000	9,771	1FE
89236T-AY-1	TOYOTA MOTOR CRED		.01/08/2015	MERRILL LYNCH PROFESSNL CLEAR		1,505,107	1,485,000	6,518	1FE
896516-AA-9	TRINITY HEALTH CR GROUP		.02/05/2015	GOLDMAN, SACHS & CO		384,619	385,000	0	1FE
907818-EB-0	UNION PAC CORP		.02/11/2015	CFG CAPITAL MARKETS LLC		1,987,680	2,000,000	3,563	1FE
92343V-BT-0	VERIZON COMMUNICATIONS INC		.03/02/2015	CREDIT SUISSE FIRST BOSTON COR		496,333	380,000	11,754	2FE
931427-AC-2	WALGREENS BOOTS ALLIANCE INC		.03/25/2015	LINSCO/PRIVATE LEDGER CORP. RE		1,637,550	1,500,000	26,400	2FE
98956P-AG-7	ZIMMER HLDGS INC		.03/10/2015	SALOMON SMITH BARNEY INC/SAL		471,875	475,000	0	1FE
878742-AS-4	TECK RESOURCES LTD	I	.02/05/2015	GOLDMAN, SACHS & CO.		192,902	225,000	6,563	2FE
878742-AW-5	TECK RESOURCES LTD	I	.01/27/2015	GOLDMAN, SACHS & CO.		241,860	275,000	716	2FE
00507U-AP-6	ACTAVIS FUNDING SCS	R	.03/03/2015	CHASE SECURITIES, INC.		474,976	475,000	0	2FE
00507U-AS-0	ACTAVIS FUNDING SCS	R	.03/03/2015	CHASE SECURITIES, INC.		373,669	375,000	0	2FE
00507U-AT-8	ACTAVIS FUNDING SCS	R	.03/03/2015	CHASE SECURITIES, INC.		129,441	130,000	0	2FE
00131L-AB-1	AIA GROUP LTD HONG KONG 144 A	R	.03/04/2015	MORGAN STANLEY SMITH BARNEY		259,670	260,000	0	1FE
046353-AF-5	ASTRAZENECA PLC	R	.02/11/2015	CFG CAPITAL MARKETS LLC		2,022,360	2,000,000	16,250	1FE
05579T-5G-7	BNP PARIBAS US MTN	R	.01/28/2015	BNP PARIBAS SECURITIES BOND		262,173	250,000	3,188	2FE
20271R-AK-6	COMMONWEALTH BK AUSTRALIA	R	.03/13/2015	MERRILL LYNCH PROFESSNL CLEAR		4,002,800	4,000,000	1,533	1FE
22303Q-AP-5	COVIDIEN INTL FIN S A	R	.02/02/2015	CFG CAPITAL MARKETS LLC		1,543,665	1,500,000	6,146	1FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						67,056,276	64,067,407	453,316	XXX
8399997. Total - Bonds - Part 3						297,959,887	288,496,280	909,618	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						297,959,887	288,496,280	909,618	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
921943-88-2	VANGUARD DEVELOPED MKTS INDEX INST		.03/25/2015	VANGUARD GROUP	9,757,815	128,120	0	0	L
922908-88-4	VANGUARD EXTENDED MKT INDEX INSTL		.03/25/2015	VANGUARD GROUP	113,437	7,997	0	0	L
922031-74-5	VANGUARD FIXED INCOME SECS FD		.03/27/2015	VANGUARD GROUP	713,316	7,611	0	0	L
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		.03/27/2015	VANGUARD GROUP	1,214,024	227,872	0	0	L
9299999. Subtotal - Common Stocks - Mutual Funds						371,600	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						371,600	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						371,600	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						371,600	XXX	0	XXX
9999999 - Totals						298,331,487	XXX	909,618	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
36202F-M7-8	GNMA 11 POOL #004882 4.000%		03/20/2015	PRINCIPAL RECEIPT		9,307	9,307	10,119	10,104	.0	(797)	.0	(797)	.0	9,307	.0	.0	.0	63	12/20/2040	1
36179M-2N-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		9,976	9,976	9,233	9,243	.0	734	.0	734	.0	9,976	.0	.0	.0	42	02/20/2043	1
36179M-K6-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		10,335	10,335	10,872	10,858	.0	(523)	.0	(523)	.0	10,335	.0	.0	.0	53	08/20/2042	1
36179M-K7-4	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		5,675	5,675	5,874	5,873	.0	(198)	.0	(198)	.0	5,675	.0	.0	.0	34	08/20/2042	1
36179M-NH-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		6,867	6,867	7,488	7,475	.0	(608)	.0	(608)	.0	6,867	.0	.0	.0	40	09/20/2042	1
36179M-VR-8	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		11,698	11,698	12,311	12,298	.0	(600)	.0	(600)	.0	11,698	.0	.0	.0	58	12/20/2042	1
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		15,929	15,929	14,867	14,874	.0	1,055	.0	1,055	.0	15,929	.0	.0	.0	69	01/20/2043	1
36179N-DQ-8	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		22,671	22,671	22,820	22,819	.0	(147)	.0	(147)	.0	22,671	.0	.0	.0	115	05/20/2043	1
36179N-DR-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		26,301	26,301	27,353	27,342	.0	(1,041)	.0	(1,041)	.0	26,301	.0	.0	.0	153	05/20/2043	1
36179Q-PF-2	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		4,063	4,063	4,172	4,179	.0	(116)	.0	(116)	.0	4,063	.0	.0	.0	20	09/20/2044	1
36179Q-T4-3	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		41,986	41,986	44,080	44,080	.0	(2,094)	.0	(2,094)	.0	41,986	.0	.0	.0	307	11/20/2044	1
36179Q-WD-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		6,105	6,105	6,259	6,258	.0	(153)	.0	(153)	.0	6,105	.0	.0	.0	35	12/20/2044	1
36179Q-WF-4	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		4,993	4,993	5,333	.0	.0	(340)	.0	(340)	.0	4,993	.0	.0	.0	17	12/20/2044	1
36202F-CP-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		6,073	6,073	6,672	6,690	.0	(617)	.0	(617)	.0	6,073	.0	.0	.0	51	11/20/2039	1
36202F-EH-5	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		22,260	22,260	24,270	24,329	.0	(2,069)	.0	(2,069)	.0	22,260	.0	.0	.0	173	02/20/2040	1
36202F-GE-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		3,719	3,719	4,086	4,097	.0	(378)	.0	(378)	.0	3,719	.0	.0	.0	31	05/20/2040	1
36202F-GY-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		5,324	5,324	5,849	5,865	.0	(541)	.0	(541)	.0	5,324	.0	.0	.0	44	06/20/2040	1
36202F-KM-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		3,565	3,565	3,800	3,801	.0	(236)	.0	(236)	.0	3,565	.0	.0	.0	25	09/20/2040	1
36202F-LQ-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		6,213	6,213	6,826	6,844	.0	(631)	.0	(631)	.0	6,213	.0	.0	.0	49	10/20/2040	1
36202F-MA-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		30,384	30,384	33,008	32,970	.0	(2,586)	.0	(2,586)	.0	30,384	.0	.0	.0	211	11/20/2040	1
36202F-TK-2	GNMA PASS-THRU M SINGLE FAMILY		03/20/2015	PRINCIPAL RECEIPT		7,905	7,905	8,431	8,432	.0	(527)	.0	(527)	.0	7,905	.0	.0	.0	52	05/20/2041	1
36241L-DM-5	GNMA PASS-THRU X PLATINUM 30YR		03/15/2015	PRINCIPAL RECEIPT		28,072	28,072	30,572	30,538	.0	(2,466)	.0	(2,466)	.0	28,072	.0	.0	.0	170	11/15/2039	1
36241L-UE-4	GNMA PASS-THRU X PLATINUM 30YR		03/15/2015	PRINCIPAL RECEIPT		5,263	5,263	5,704	5,706	.0	(443)	.0	(443)	.0	5,263	.0	.0	.0	27	07/15/2040	1
36176X-KP-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2015	PRINCIPAL RECEIPT		30,623	30,623	32,312	32,270	.0	(1,647)	.0	(1,647)	.0	30,623	.0	.0	.0	120	04/15/2042	1
3620C0-2Y-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2015	PRINCIPAL RECEIPT		35,357	35,357	38,859	38,827	.0	(3,470)	.0	(3,470)	.0	35,357	.0	.0	.0	173	07/15/2040	1
3620C0-ZB-7	GNMA PASS-THRU X SINGLE FAMILY		03/15/2015	PRINCIPAL RECEIPT		75,257	75,257	82,712	82,642	.0	(7,385)	.0	(7,385)	.0	75,257	.0	.0	.0	378	06/15/2040	1
36225A-4V-9	GNMA POOL #780836		03/15/2015	PRINCIPAL RECEIPT		3,599	3,599	3,823	3,694	.0	(95)	.0	(95)	.0	3,599	.0	.0	.0	36	04/15/2020	1
38378K-ZD-4	GNMA REMIC TRUST 2013-101		03/16/2015	PRINCIPAL RECEIPT		16,671	16,671	16,553	16,555	.0	117	.0	117	.0	16,671	.0	.0	.0	44	12/16/2053	1
38378K-J6-7	GNMA REMIC TRUST 2013-126		03/16/2015	PRINCIPAL RECEIPT		35,347	35,347	36,516	36,434	.0	(1,088)	.0	(1,088)	.0	35,347	.0	.0	.0	112	10/16/2047	1
38378K-K4-0	GNMA REMIC TRUST 2013-126		01/16/2015	LINSCO/PRIVATE LEDGER																	
38378K-4S-5	GNMA REMIC TRUST 2013-141		03/16/2015	CORP. RE		1,475,600	1,550,000	1,441,561	1,442,559	.0	108	.0	108	.0	1,442,667	.0	32,933	32,933	5,380	04/16/2046	1
38378K-6D-6	GNMA REMIC TRUST 2013-154		03/16/2015	PRINCIPAL RECEIPT		33,861	33,861	35,360	35,330	.0	(1,469)	.0	(1,469)	.0	33,861	.0	.0	.0	118	02/16/2052	1
38378K-SZ-3	GNMA REMIC TRUST 2013-94		03/16/2015	VARIOUS		23,654	23,654	23,824	.0	.0	(170)	.0	(170)	.0	23,654	.0	.0	.0	.0	02/16/2044	1
38378N-UB-7	GNMA REMIC TRUST 2014-14		01/16/2015	PRINCIPAL RECEIPT		588,238	584,364	584,613	584,742	.0	224	.0	224	.0	584,966	.0	3,272	3,272	1,988	03/16/2054	1
38378N-CE-1	GNMA REMIC TUST 2013-155		01/16/2015	PRINCIPAL RECEIPT		4,631	4,631	4,717	4,716	.0	(85)	.0	(85)	.0	4,631	.0	.0	.0	.0	01/16/2042	1
83162C-LT-8	SMALL BUS ADMIN GTD DEV PTC		03/01/2015	Merrill Lynch		7,669	7,669	7,789	.0	.0	(120)	.0	(120)	.0	7,669	.0	.0	.0	.0	09/16/2053	1
83162C-KM-4	SMALL BUSINESS ADMIN GTD 00-20A		01/01/2015	PRINCIPAL RECEIPT		21,304	21,304	22,742	21,304	.0	.0	.0	.0	.0	21,304	.0	.0	.0	.0	09/01/2021	1
912810-FP-8	UNITED STATES TREAS BDS		03/09/2015	GOLDMAN, SACHS & CO.		3,458	3,458	3,458	3,458	.0	.0	.0	.0	.0	3,458	.0	.0	.0	.0	01/01/2020	1
912810-PX-0	UNITED STATES TREAS BDS		03/10/2015	VARIOUS		427,982	310,000	437,705	.0	.0	(454)	.0	(454)	.0	437,252	.0	(9,270)	(9,270)	1,059	02/15/2031	1
912810-QZ-4	UNITED STATES TREAS BDS		03/05/2015	VARIOUS		823,870	615,000	773,082	771,941	.0	(753)	.0	(753)	.0	771,189	.0	52,681	52,681	8,059	05/15/2038	1
912810-RH-3	UNITED STATES TREAS BDS		03/18/2015	CFG CAPITAL MARKETS LLC		825,973	735,000	672,255	673,332	.0	153	.0	153	.0	673,485	.0	152,487	152,487	16,770	02/15/2043	1
912810-RJ-9	UNITED STATES TREAS BDS		02/09/2015	CFG CAPITAL MARKETS LLC						.0	(2,961)	.0	(2,961)	.0	26,735,008	.0	46,086	46,086	36,257	08/15/2044	1
912810-RK-6	UNITED STATES TREAS BDS		03/09/2015	CFG CAPITAL MARKETS LLC		26,781,094	24,000,000	26,737,969	.0	.0	(805)	.0	(805)	.0	40,000,912	.0	(300,600)	(300,600)	250,608	11/15/2044	1
912828-B6-6	UNITED STATES TREAS NTS		03/09/2015	RBC CAPITAL MARKETS CORP		39,700,313	36,000,000	40,001,719	1,000,780	.0	.0	.0	.0	.0	34,102,802	.0	(110,459)	(110,459)	48,066	02/15/2045	1
912828-H5-2	UNITED STATES TREAS NTS		03/13/2015	CFG CAPITAL MARKETS LLC		33,992,344	36,000,000	34,102,500	.0	.0	.0	.0	.0	.0	9,938,017	.0	(109,501)	(109,501)	15,193	01/31/2020	1
912828-H7-8	UNITED STATES TREAS NTS		03/13/2015	CFG CAPITAL MARKETS LLC		640,190	610,000	643,526	.0	.0	(47)	.0	(47)	.0	643,479	.0	(3,289)	(3,289)	1,066	02/15/2024	1
912828-H9-4	UNITED STATES TREAS NTS		03/13/2015	CFG CAPITAL MARKETS LLC		9,828,516	10,000,000	9,937,207	.0	.0	810	.0	810	.0	9,973,578	.0	(6,390)	(6,390)	6,077	01/31/2017	1
912828-RJ-1	UNITED STATES TREAS NTS		03/17/2015	VARIOUS		9,967,188	10,000,000	9,972,656	.0	.0	922	.0	922	.0	9,983,568	.0	(6,225)	(6,225)	8,011	02/15/2018	1
912828-RX-0	UNITED STATES TREAS NTS		02/27/2015	VARIOUS		9,977,344	10,000,000	9,983,203	504,614	.0	(504)	.0	(504)	.0	504,110	.0	(352)	(352)	2,255	09/30/2016	1
						1,005,451	1,000,000	1,008,008	.0	.0	(183)	.0	(183)	.0	1,007,825	.0	(2,374)	(2,374)	1,183	12/31/2016	1

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Design- ation or Market In- dicator (a)
912828-TG-5	UNITED STATES TREAS NTS		03/25/2015	NESBITT BURNS SECURITIES		1,389,633	1,400,000	1,378,016	1,381,092	.0	1,078	.0	1,078	.0	1,382,170	.0	7,463	7,463	4,055	07/31/2017	1
912828-UT-5	UNITED STATES TREAS NTS		03/31/2015	MATURITY		750,000	750,000	750,820	750,102	.0	(102)	.0	(102)	.0	750,000	.0	.0	.0	938	03/31/2015	1
911760-RP-3	US VA VENDEE MTG TR 2002-1		03/15/2015	PRINCIPAL RECEIPT		38,944	38,944	46,343	45,992	.0	(7,048)	.0	(7,048)	.0	38,944	.0	.0	.0	155	08/15/2031	1
0599999. Subtotal - Bonds - U.S. Governments						139,302,553	134,689,421	139,594,671	7,735,059	0	(39,629)	0	(39,629)	0	139,556,087	0	(253,538)	(253,538)	409,940	XXX	XXX
68323A-BL-7	PROVINCE OF ONTARIO	I	03/02/2015	RBC CAPITAL MARKETS CORP		1,495,080	1,500,000	1,410,975	1,429,165	.0	2,385	.0	2,385	.0	1,431,550	.0	63,530	63,530	10,863	09/27/2019	1FE
68323A-CT-9	PROVINCE OF ONTARIO	I	03/02/2015	RBC CAPITAL MARKETS CORP		1,593,885	1,500,000	1,525,140	1,524,290	.0	(381)	.0	(381)	.0	1,523,909	.0	69,976	69,976	14,533	05/16/2024	1FE
195325-CJ-7	COLOMBIA REP	R	02/11/2015	BANC AMERICA SECURITIES LLC		307,800	300,000	297,054	.0	.0	2	.0	2	.0	297,056	.0	10,744	10,744	792	06/15/2045	1FE
1099999. Subtotal - Bonds - All Other Governments						3,396,765	3,300,000	3,233,169	2,953,455	0	2,006	0	2,006	0	3,252,515	0	144,250	144,250	26,188	XXX	XXX
13063A-TD-0	CALIFORNIA ST GO BDS TAXABLE		02/11/2015	VARIOUS		904,392	600,000	842,046	830,640	.0	(515)	.0	(515)	.0	830,125	.0	74,267	74,267	15,269	10/01/2039	1FE
452152-HS-3	ILLINOIS ST		02/11/2015	BARCLAYS CAPITAL INC		456,986	425,000	427,751	426,143	.0	(56)	.0	(56)	.0	426,086	.0	30,899	30,899	10,514	03/01/2017	1FE
1799999. Subtotal - Bonds - U.S. States, Territories and Possessions						1,361,378	1,025,000	1,269,797	1,256,783	0	(571)	0	(571)	0	1,256,211	0	105,166	105,166	25,783	XXX	XXX
167725-AC-4	CHICAGO ILL TRAN AUTH SALES &		02/11/2015	CITIGROUP GLOBAL MARKET INC.		677,145	525,000	649,751	648,046	.0	(467)	.0	(467)	.0	647,579	.0	29,566	29,566	7,646	12/01/2040	1FE
31281X-S7-6	FHLMC GOLD #G02342		03/15/2015	PRINCIPAL RECEIPT		38,262	38,262	41,603	41,536	.0	(3,274)	.0	(3,274)	.0	38,262	.0	.0	.0	202	10/01/2036	1
3128M5-K5-8	FHLMC GOLD #G03616		03/15/2015	PRINCIPAL RECEIPT		18,052	18,052	20,026	19,996	.0	(1,944)	.0	(1,944)	.0	18,052	.0	.0	.0	117	12/01/2037	1
3128MT-6K-9	FHLMC PC GOLD 10/20 11		03/15/2015	PRINCIPAL RECEIPT		26	26	28	28	.0	(3)	.0	(3)	.0	26	.0	.0	.0	0	09/01/2037	1
3128UN-CE-0	FHLMC PC GOLD 10/20 11		03/15/2015	PRINCIPAL RECEIPT		9,229	9,229	9,363	9,359	.0	(129)	.0	(129)	.0	9,229	.0	.0	.0	69	09/01/2037	1
3128PR-ZK-8	FHLMC PC GOLD 15 YR		03/15/2015	PRINCIPAL RECEIPT		15,266	15,266	16,025	15,922	.0	(656)	.0	(656)	.0	15,266	.0	.0	.0	62	07/01/2025	1
3128BB-BV-0	FHLMC PC GOLD CASH 30		03/15/2015	PRINCIPAL RECEIPT		5,747	5,747	5,828	5,820	.0	(74)	.0	(74)	.0	5,747	.0	.0	.0	39	11/01/2032	1
3129ZH-GP-3	FHLMC PC GOLD CASH 30		03/15/2015	PRINCIPAL RECEIPT		224	224	227	226	.0	(2)	.0	(2)	.0	224	.0	.0	.0	1	12/01/2030	1
3129ZS-AG-5	FHLMC PC GOLD CASH 30		03/15/2015	PRINCIPAL RECEIPT		5,312	5,312	5,677	5,668	.0	(357)	.0	(357)	.0	5,312	.0	.0	.0	22	08/01/2042	1
3132L5-A2-9	FHLMC PC GOLD C1 30YR		03/15/2015	PRINCIPAL RECEIPT		2,390	2,390	2,483	2,481	.0	(91)	.0	(91)	.0	2,390	.0	.0	.0	8	04/01/2043	1
3128MC-4J-1	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		16,978	16,978	18,067	17,976	.0	(998)	.0	(998)	.0	16,978	.0	.0	.0	72	08/01/2026	1
3128MC-GV-1	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		7,823	7,823	8,514	8,426	.0	(603)	.0	(603)	.0	7,823	.0	.0	.0	49	02/01/2024	1
3128MC-QG-3	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		19,638	19,638	21,093	20,939	.0	(1,301)	.0	(1,301)	.0	19,638	.0	.0	.0	95	06/01/2025	1
3128MD-4E-0	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		11,976	11,976	12,150	12,146	.0	(170)	.0	(170)	.0	11,976	.0	.0	.0	33	07/01/2029	1
3128MD-JG-9	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		131,288	131,288	142,324	140,780	.0	(9,492)	.0	(9,492)	.0	131,288	.0	.0	.0	727	07/01/2025	1
3128MD-M3-4	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		32,843	32,843	34,803	34,625	.0	(1,783)	.0	(1,783)	.0	32,843	.0	.0	.0	145	12/01/2026	1
3128MD-MX-8	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		136,570	136,570	146,088	144,384	.0	(7,813)	.0	(7,813)	.0	136,570	.0	.0	.0	829	12/01/2024	1
3128MM-AG-8	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		23,108	23,108	24,852	24,189	.0	(1,081)	.0	(1,081)	.0	23,108	.0	.0	.0	142	08/01/2019	1
3128MM-QT-3	FHLMC PC GOLD COMB 15		03/15/2015	PRINCIPAL RECEIPT		4,840	4,840	4,949	4,951	.0	(111)	.0	(111)	.0	4,840	.0	.0	.0	14	05/01/2028	1
31283H-6C-4	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		35,139	35,139	35,814	35,760	.0	(621)	.0	(621)	.0	35,139	.0	.0	.0	253	12/01/2032	1
31283H-6D-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		17,851	17,851	18,249	18,205	.0	(354)	.0	(354)	.0	17,851	.0	.0	.0	128	12/01/2031	1
3128M5-QY-9	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		95,163	95,163	105,313	105,420	.0	(10,258)	.0	(10,258)	.0	95,163	.0	.0	.0	678	01/01/2038	1
3128M6-EC-8	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		52,494	52,494	56,817	56,761	.0	(4,266)	.0	(4,266)	.0	52,494	.0	.0	.0	281	02/01/2037	1
3128M8-6L-3	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		54,962	54,962	60,458	60,384	.0	(5,423)	.0	(5,423)	.0	54,962	.0	.0	.0	330	12/01/2038	1
3128M8-CW-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		2,732	2,732	3,073	3,072	.0	(341)	.0	(341)	.0	2,732	.0	.0	.0	19	09/01/2038	1
3128M8-H5-6	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		1,278	1,278	1,329	1,328	.0	(50)	.0	(50)	.0	1,278	.0	.0	.0	6	02/01/2041	1
3128M8-H6-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		1,919	1,919	2,021	2,020	.0	(101)	.0	(101)	.0	1,919	.0	.0	.0	9	12/01/2040	1
3128M8-R3-0	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		3,185	3,185	3,428	3,423	.0	(238)	.0	(238)	.0	3,185	.0	.0	.0	14	12/01/2040	1
3128M8-27-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		21,471	21,471	23,415	23,417	.0	(1,946)	.0	(1,946)	.0	21,471	.0	.0	.0	123	09/01/2041	1
3128M9-D7-4	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		47,251	47,251	50,381	50,507	.0	(3,256)	.0	(3,256)	.0	47,251	.0	.0	.0	264	06/01/2042	1
3128M9-FP-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		93,283	93,283	103,195	103,183	.0	(9,899)	.0	(9,899)	.0	93,283	.0	.0	.0	556	01/01/2040	1
3128M9-LV-2	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		7,206	7,206	7,528	7,537	.0	(331)	.0	(331)	.0	7,206	.0	.0	.0	22	12/01/2042	1
3128MJ-O4-5	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		10,888	10,888	11,514	11,508	.0	(620)	.0	(620)	.0	10,888	.0	.0	.0	44	01/01/2042	1
3128MJ-SY-7	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		5,712	5,712	5,529	5,532	.0	181	.0	181	.0	5,712	.0	.0	.0	19	06/01/2043	1
3128MJ-TR-1	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		45,581	45,581	48,622	48,755	.0	(3,175)	.0	(3,175)	.0	45,581	.0	.0	.0	251	11/01/2043	1
312931-C3-0	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		46,793	46,793	51,209	51,198	.0	(4,405)	.0	(4,405)	.0	46,793	.0	.0	.0	229	02/01/2039	1
312936-NA-1	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		33,295	33,295	35,527	35,517	.0	(2,222)	.0	(2,222)	.0	33,295	.0	.0	.0	159	10/01/2039	1
312941-SV-0	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		2,450	2,450	2,618	2,614	.0	(164)	.0	(164)	.0	2,450	.0	.0	.0	12	08/01/2040	1
312943-D0-3	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		31,033	31,033	33,583	33,563	.0	(2,530)	.0	(2,530)	.0	31,033	.0	.0	.0	164	10/01/2040	1
312943-UJ-0	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		6,566	6,566	7,014	7,005	.0	(439)	.0	(439)	.0	6,566	.0	.0	.0	31	11/01/2040	1
312944-FE-6	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		2,395	2,395	2,534	2,533	.0	(138)	.0	(138)	.0	2,395	.0	.0	.0	11	12/01/2040	1

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
312945-DS-4	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		1,203	1,203	1,267	1,267	.0	(64)	.0	(64)	.0	1,203	.0	.0	.0	.6	01/01/2041	1
312945-XY-9	FHLMC PC GOLD COMB 30		03/15/2015	PRINCIPAL RECEIPT		5,452	5,452	5,754	5,752	.0	(300)	.0	(300)	.0	5,452	.0	.0	.0	.26	02/01/2041	1
3132GK-2F-2	FHLMC PC GOLD PC 30YR		03/15/2015	PRINCIPAL RECEIPT		4,270	4,270	4,567	4,563	.0	(292)	.0	(292)	.0	4,270	.0	.0	.0	.20	12/01/2041	1
3132HM-K9-1	FHLMC PC GOLD PC 30YR		03/15/2015	PRINCIPAL RECEIPT		21,337	21,337	22,723	22,698	.0	(1,361)	.0	(1,361)	.0	21,337	.0	.0	.0	.82	09/01/2042	1
3132HQ-4K-5	FHLMC PC GOLD PC 30YR		03/15/2015	PRINCIPAL RECEIPT		6,234	6,234	6,525	6,523	.0	(288)	.0	(288)	.0	6,234	.0	.0	.0	.20	01/01/2043	1
3129QK-VZ-9	FHLMC PC GUAR 30 YEAR		03/15/2015	PRINCIPAL RECEIPT		450	450	458	451	.0	(1)	.0	(1)	.0	450	.0	.0	.0	.4	07/01/2020	1
31300M-AM-5	FHLMC PC GUAR ADJ 30YR		03/15/2015	VARIOUS		5,483,043	5,328,132	5,424,705	5,423,200	.0	(4,818)	.0	(4,818)	.0	5,418,382	.0	64,660	64,660	30,330	03/01/2043	1
31300M-HV-8	FHLMC PC GUAR ADJ 30YR		03/15/2015	VARIOUS		3,046,619	2,950,004	3,051,180	3,050,549	.0	(8,550)	.0	(8,550)	.0	3,041,999	.0	4,620	4,620	24,531	01/01/2044	1
31326H-CQ-5	FHLMC PC HYBRID ARM		03/15/2015	PRINCIPAL RECEIPT		104,083	104,083	107,530	107,512	.0	(3,429)	.0	(3,429)	.0	104,083	.0	.0	.0	.373	06/01/2044	1
31397C-K5-7	FHLMC REMIC SERIES 3243		03/15/2015	PRINCIPAL RECEIPT		1,620	1,620	1,736	1,719	.0	(99)	.0	(99)	.0	1,620	.0	.0	.0	.10	11/15/2036	1
3137AY-CD-1	FHLMC REMIC SERIES K-025		03/25/2015	PRINCIPAL RECEIPT		2,055	2,055	2,096	2,086	.0	(32)	.0	(32)	.0	2,055	.0	.0	.0	.6	04/25/2022	1
31392M-EM-0	FHLMC REMIC SERIES T0041		03/25/2015	PRINCIPAL RECEIPT		6,158	6,158	6,397	6,152	.0	.7	.0	.7	.0	6,158	.0	.0	.0	.40	07/25/2032	1
31359S-R6-9	FNMA GRANTOR TRUST 2001-T4		03/25/2015	PRINCIPAL RECEIPT		6,831	6,831	7,047	6,854	.0	(23)	.0	(23)	.0	6,831	.0	.0	.0	.60	07/25/2028	1
31392F-DC-8	FNMA GRANTOR TRUST 2002-T16		03/25/2015	PRINCIPAL RECEIPT		48,169	48,169	49,374	49,039	.0	(870)	.0	(870)	.0	48,169	.0	.0	.0	.533	07/25/2042	1
31381D-YY-5	FNMA PASS-THRU GNM-BK MGA 30		03/25/2015	PRINCIPAL RECEIPT		759	759	768	764	.0	(5)	.0	(5)	.0	759	.0	.0	.0	.8	05/20/2023	1
31405F-DS-8	FNMA PASS-THRU GOV SINGLE FAM		03/25/2015	PRINCIPAL RECEIPT		627	627	661	658	.0	(31)	.0	(31)	.0	627	.0	.0	.0	.6	10/01/2032	1
313847-G6-9	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		6,458	6,458	6,765	6,726	.0	(268)	.0	(268)	.0	6,458	.0	.0	.0	.36	02/01/2026	1
3138AF-KH-2	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		5,968	5,968	6,377	6,344	.0	(376)	.0	(376)	.0	5,968	.0	.0	.0	.28	05/01/2026	1
3138EG-RS-5	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		2,149	2,149	2,299	2,291	.0	(142)	.0	(142)	.0	2,149	.0	.0	.0	.12	08/01/2024	1
3138EJ-E3-8	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		2,345	2,345	2,513	2,506	.0	(162)	.0	(162)	.0	2,345	.0	.0	.0	.15	01/01/2027	1
3138EJ-KA-5	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		14,022	14,022	14,983	14,923	.0	(901)	.0	(901)	.0	14,022	.0	.0	.0	.78	09/01/2026	1
3138EJ-WY-0	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		16,026	16,026	16,073	16,100	.0	(75)	.0	(75)	.0	16,026	.0	.0	.0	.57	10/01/2027	1
3138LY-2K-2	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		14,510	14,510	15,308	15,257	.0	(747)	.0	(747)	.0	14,510	.0	.0	.0	.67	06/01/2027	1
3138MD-2T-8	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		17,037	17,037	17,799	17,749	.0	(713)	.0	(713)	.0	17,037	.0	.0	.0	.60	10/01/2027	1
3138WP-JE-5	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,529	3,529	3,700	3,694	.0	(165)	.0	(165)	.0	3,529	.0	.0	.0	.12	04/01/2028	1
31402D-FV-7	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		21,303	21,303	22,393	21,541	.0	(238)	.0	(238)	.0	21,303	.0	.0	.0	.223	07/01/2017	1
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		45,385	45,385	46,208	45,804	.0	(419)	.0	(419)	.0	45,385	.0	.0	.0	.387	03/01/2021	1
31410L-EC-2	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		19,658	19,658	21,323	20,998	.0	(1,341)	.0	(1,341)	.0	19,658	.0	.0	.0	.154	07/01/2024	1
31411A-JN-6	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		40,900	40,900	41,552	41,323	.0	(423)	.0	(423)	.0	40,900	.0	.0	.0	.313	11/01/2021	1
31412Q-EQ-8	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,297	3,297	3,546	3,535	.0	(238)	.0	(238)	.0	3,297	.0	.0	.0	.21	08/01/2024	1
31416B-OD-3	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		46,962	46,962	51,020	49,619	.0	(2,656)	.0	(2,656)	.0	46,962	.0	.0	.0	.355	01/01/2021	1
31416Y-U3-0	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		12,409	12,409	13,309	13,241	.0	(832)	.0	(832)	.0	12,409	.0	.0	.0	.55	07/01/2026	1
31417C-7C-3	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		19,237	19,237	20,346	20,268	.0	(1,030)	.0	(1,030)	.0	19,237	.0	.0	.0	.84	09/01/2027	1
31417D-CC-5	FNMA PASS-THRU INT 15 YEAR		03/25/2015	PRINCIPAL RECEIPT		11,224	11,224	11,752	11,722	.0	(498)	.0	(498)	.0	11,224	.0	.0	.0	.43	10/01/2027	1
31416W-5Z-1	FNMA PASS-THRU INT 20 YEAR		03/25/2015	PRINCIPAL RECEIPT		37,768	37,768	40,223	40,201	.0	(2,433)	.0	(2,433)	.0	37,768	.0	.0	.0	.228	11/01/2030	1
31416Y-C9-7	FNMA PASS-THRU INT 20 YEAR		01/27/2015	VARIOUS		1,113,221	1,021,174	1,112,601	1,111,941	.0	(3,531)	.0	(3,531)	.0	1,108,410	.0	4,811	4,811	7,449	04/01/2031	1
31368H-LZ-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		63,833	63,833	67,424	67,301	.0	(3,468)	.0	(3,468)	.0	63,833	.0	.0	.0	.447	12/01/2033	1
31371K-T9-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		4,807	4,807	4,822	4,818	.0	(11)	.0	(11)	.0	4,807	.0	.0	.0	.34	09/01/2032	1
31371N-H4-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		8,056	8,056	8,442	8,429	.0	(373)	.0	(373)	.0	8,056	.0	.0	.0	.55	08/01/2037	1
3138A2-BX-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		15,215	15,215	16,365	16,362	.0	(1,147)	.0	(1,147)	.0	15,215	.0	.0	.0	.87	12/01/2040	1
3138E2-LR-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		16,441	16,441	17,436	17,485	.0	(1,043)	.0	(1,043)	.0	16,441	.0	.0	.0	.102	01/01/2042	1
3138EH-BD-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		12,277	12,277	13,004	12,999	.0	(722)	.0	(722)	.0	12,277	.0	.0	.0	.74	05/01/2041	1
3138EH-JII-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		17,511	17,511	19,766	19,778	.0	(2,267)	.0	(2,267)	.0	17,511	.0	.0	.0	.151	10/01/2039	1
3138EH-XF-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		10,237	10,237	11,290	11,315	.0	(1,078)	.0	(1,078)	.0	10,237	.0	.0	.0	.75	01/01/2042	1
3138EJ-EY-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2015	PRINCIPAL RECEIPT		6,170	6,170	6,499	6,513	.0	(343)	.0	(3434								

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2			3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
												11	12	13	14	15								
CUSIP Ident-ification	Description			For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)	
3138X0-2S-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		23,701	23,701	24,260	24,324	.0	(.623)	.0	(.623)	.0	23,701	.0	.0	.0	.110	08/01/2043	1	
3138Y9-C3-0	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		18,243	18,243	19,528	.0	(1,286)	.0	(1,286)	.0	(1,286)	.0	18,243	.0	.0	.0	.61	12/01/2044	1
31402C-Y3-0	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		40,857	40,857	43,723	43,616	.0	(2,759)	.0	(2,759)	.0	40,857	.0	.0	.0	.306	03/01/2034	1	
31402R-AQ-2	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		13,754	13,754	14,125	14,092	.0	(.337)	.0	(.337)	.0	13,754	.0	.0	.0	.121	12/01/2032	1	
31402R-AS-8	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		19,021	19,021	19,564	19,530	.0	(.508)	.0	(.508)	.0	19,021	.0	.0	.0	.162	03/01/2035	1	
31402R-H2-8	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		4,879	4,879	4,924	4,919	.0	(.41)	.0	(.41)	.0	4,879	.0	.0	.0	.26	12/01/2032	1	
31402R-JV-2	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		37,407	37,407	40,791	40,756	.0	(3,349)	.0	(3,349)	.0	37,407	.0	.0	.0	.241	07/01/2035	1	
31402R-LZ-0	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		4,735	4,735	5,274	5,268	.0	(.533)	.0	(.533)	.0	4,735	.0	.0	.0	.27	08/01/2035	1	
31410G-AQ-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		10,636	10,636	11,822	11,815	.0	(1,179)	.0	(1,179)	.0	10,636	.0	.0	.0	.74	12/01/2036	1	
31410K-DN-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		142,502	142,502	156,330	156,413	.0	(13,910)	.0	(13,910)	.0	142,502	.0	.0	.0	1,336	05/01/2038	1	
31410K-T8-7	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		29,163	29,163	32,171	32,253	.0	(3,090)	.0	(3,090)	.0	29,163	.0	.0	.0	.220	05/01/2037	1	
31410K-US-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		33,424	33,424	36,852	36,825	.0	(3,401)	.0	(3,401)	.0	33,424	.0	.0	.0	.226	08/01/2037	1	
31410K-XM-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		51,967	51,967	57,800	57,747	.0	(5,780)	.0	(5,780)	.0	51,967	.0	.0	.0	.436	10/01/2038	1	
31410L-DU-3	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,073	3,073	3,299	3,298	.0	(.225)	.0	(.225)	.0	3,073	.0	.0	.0	.22	02/01/2041	1	
31410L-MN-9	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		20,081	20,081	19,527	19,534	.0	.547	.0	.547	.0	20,081	.0	.0	.0	.95	11/01/2043	1	
31411B-GT-4	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		5,899	5,899	6,467	6,478	.0	(.580)	.0	(.580)	.0	5,899	.0	.0	.0	.24	12/01/2036	1	
31412R-FJ-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		9,405	9,405	10,187	10,183	.0	(.778)	.0	(.778)	.0	9,405	.0	.0	.0	.62	03/01/2040	1	
31416C-JV-9	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		46,687	46,687	51,881	51,843	.0	(5,157)	.0	(5,157)	.0	46,687	.0	.0	.0	.337	11/01/2038	1	
31416W-H3-9	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		29,698	29,698	32,487	32,490	.0	(2,792)	.0	(2,792)	.0	29,698	.0	.0	.0	.210	06/01/2040	1	
31416X-J7-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		96,616	96,616	102,345	102,288	.0	(5,672)	.0	(5,672)	.0	96,616	.0	.0	.0	.549	01/01/2041	1	
31417D-2G-7	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		1,786	1,786	1,875	1,874	.0	(.87)	.0	(.87)	.0	1,786	.0	.0	.0	.7	11/01/2042	1	
31417D-3H-4	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		5,592	5,592	5,887	5,892	.0	(.300)	.0	(.300)	.0	5,592	.0	.0	.0	.31	11/01/2042	1	
31417D-F9-9	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		1,395	1,395	1,476	1,474	.0	(.79)	.0	(.79)	.0	1,395	.0	.0	.0	.6	10/01/2042	1	
31417D-LP-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		19,701	19,701	20,721	20,705	.0	(1,003)	.0	(1,003)	.0	19,701	.0	.0	.0	.124	10/01/2042	1	
31417D-MU-4	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		913	913	961	960	.0	(.47)	.0	(.47)	.0	913	.0	.0	.0	.4	10/01/2042	1	
31417D-MV-2	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,406	3,406	3,588	3,584	.0	(.178)	.0	(.178)	.0	3,406	.0	.0	.0	.13	10/01/2042	1	
31417D-QW-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		5,003	5,003	5,264	5,257	.0	(.255)	.0	(.255)	.0	5,003	.0	.0	.0	.22	10/01/2042	1	
31417E-CK-5	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		4,952	4,952	5,119	5,127	.0	(.175)	.0	(.175)	.0	4,952	.0	.0	.0	.25	12/01/2042	1	
31417E-IG-2	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,942	3,942	4,060	4,066	.0	(.124)	.0	(.124)	.0	3,942	.0	.0	.0	.17	02/01/2043	1	
31417G-6A-9	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		7,205	7,205	7,403	7,402	.0	(.197)	.0	(.197)	.0	7,205	.0	.0	.0	.33	07/01/2043	1	
31417V-IN-6	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		34,069	34,069	36,534	36,500	.0	(2,431)	.0	(2,431)	.0	34,069	.0	.0	.0	.210	12/01/2039	1	
31417Y-W4-5	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		14,980	14,980	16,132	16,129	.0	(1,148)	.0	(1,148)	.0	14,980	.0	.0	.0	.123	03/01/2041	1	
31418A-DH-8	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,206	3,206	3,271	3,279	.0	(.73)	.0	(.73)	.0	3,206	.0	.0	.0	.18	03/01/2042	1	
31418M-2T-8	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,436	3,436	3,805	3,801	.0	(.364)	.0	(.364)	.0	3,436	.0	.0	.0	.25	10/01/2039	1	
31418M-SR-4	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		13,316	13,316	14,814	14,854	.0	(1,538)	.0	(1,538)	.0	13,316	.0	.0	.0	.99	06/01/2039	1	
31418T-JF-5	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		39,307	39,307	43,631	43,649	.0	(4,342)	.0	(4,342)	.0	39,307	.0	.0	.0	.169	05/01/2040	1	
31418U-WI-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		12,439	12,439	13,670	13,664	.0	(1,224)	.0	(1,224)	.0	12,439	.0	.0	.0	.91	07/01/2040	1	
31419A-NJ-2	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		13,651	13,651	14,977	14,968	.0	(1,318)	.0	(1,318)	.0	13,651	.0	.0	.0	.96	12/01/2039	1	
31419A-P5-0	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		8,351	8,351	9,439	9,439	.0	(1,088)	.0	(1,088)	.0	8,351	.0	.0	.0	.64	10/01/2039	1	
31419A-VS-3	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		626	626	660	662	.0	(.36)	.0	(.36)	.0	626	.0	.0	.0	.4	11/01/2040	1	
31419F-FV-3	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		5,066	5,066	5,432	5,431	.0	(.365)	.0	(.365)	.0	5,066	.0	.0	.0	.37	11/01/2040	1	
31419J-SV-1	FNMA PASS-THRU	LNG	30 YEAR		03/25/2015	PRINCIPAL RECEIPT		3,719	3,719	3,946	3,945	.0	(.227)	.0	(.227)	.0	3,719	.0	.0	.0	.22	11/01/2040	1	
31371N-LS-2	FNMA PASS-THRU	LNG	10 7-10YR		03/25/2015	PRINCIPAL RECEIPT		7,137	7,137	7,267	7,267	.0	(.130)	.0	(.130)	.0	7,137	.0	.0					

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident- ification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recog- nized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
3199999	Subtotal - Bonds - U.S. Special Revenues					13,594,149	13,095,985	13,724,912	13,688,921	0	(220,404)	0	(220,404)	0	13,488,045	0	106,103	106,103	91,766	XXX	XXX
..023135-AQ-9	AMAZON COM INC		02/02/2015	CFG CAPITAL MARKETS LLC		1,652,235	1,500,000	1,594,050	0	0	(99)	0	(99)	0	1,593,951	0	58,284	58,284	12,375	12/05/2044	1FE
..023772-AB-2	AMER AIRLINES PT TR 2013-1		01/15/2015	Sink PMT @ 100.00000000		7,114	7,114	7,114	7,114	0	0	0	0	0	7,114	0	0	0	142	01/15/2027	1FE
..02377U-AB-0	AMER AIRLINES PT TR 2013-2		01/15/2015	Sink PMT @ 100.00000000		5,626	5,626	5,626	5,626	0	0	0	0	0	5,626	0	0	0	0	07/15/2024	2FE
..03523T-BP-2	ANHEUSER BUSCH INBEV WORLDWIDE		01/20/2015	RAYMOND JAMES & ASSOCIATES, INC.		1,482,000	1,500,000	1,473,720	0	0	105	0	105	0	1,473,825	0	8,175	8,175	19,583	07/15/2022	1FE
..00184A-AG-0	AOL TIME WARNER 7.70%		02/11/2015	NOMURA SECURITIES INTL MILLENNIUM ADVISORS, LLC		863,022	600,000	679,764	670,164	0	(244)	0	(244)	0	669,919	0	193,103	193,103	13,603	05/01/2032	2FE
..00206R-BD-3	AT&T INC		01/27/2015			303,885	300,000	297,939	298,056	0	18	0	18	0	298,074	0	5,811	5,811	4,125	02/15/2022	1FE
..04650N-AB-0	AT&T INC GLBL		02/11/2015	CHASE SECURITIES, INC.		539,525	500,000	545,865	545,448	0	(103)	0	(103)	0	545,345	0	(5,820)	(5,820)	12,335	09/01/2040	1FE
..05950W-AF-5	BANC AMER CMBS 2006-4		03/10/2015	PRINCIPAL RECEIPT		1,939	1,939	2,192	2,019	0	(79)	0	(79)	0	1,939	0	0	0	14	07/10/2046	1FM
..059513-AE-1	BANC AMER CMBS 2007-4		03/10/2015	PRINCIPAL RECEIPT		13,413	13,413	15,376	14,222	0	(808)	0	(808)	0	13,413	0	0	0	180	02/10/2051	1FM
..06050T-JZ-6	BANK AMER CHRLT NC MTN		02/11/2015	FIRST TENN SECURITIES CORP		380,082	300,000	363,432	362,653	0	(190)	0	(190)	0	362,463	0	17,619	17,619	6,100	10/15/2036	2FE
..06051G-FH-7	BANK AMER CORP		02/11/2015	US BANCORP INVESTMENTS INC		103,001	100,000	99,927	99,929	0	1	0	1	0	99,930	0	3,071	3,071	1,995	08/26/2024	2FE
..06051G-DZ-9	BANK AMER FDG CORP		02/11/2015	WACHOVIA SECURITIES		151,189	125,000	131,501	129,100	0	(88)	0	(88)	0	129,012	0	22,177	22,177	2,012	06/01/2019	1FE
..075887-BE-8	BECTON DICKINSON & CO		02/11/2015	VARIOUS		764,055	750,000	750,000	750,000	0	0	0	0	0	750,000	0	14,055	14,055	2,675	12/15/2019	2FE
..075887-BG-3	BECTON DICKINSON & CO		01/21/2015	BANC AMERICA SECURITIES LLC		359,008	325,000	325,000	325,000	0	0	0	0	0	325,000	0	34,008	34,008	1,734	12/15/2044	2FE
..075896-AB-6	BED BATH & BEYOND INC		02/02/2015	CFG CAPITAL MARKETS LLC		1,066,890	1,000,000	1,042,400	0	0	(87)	0	(87)	0	1,042,313	0	24,577	24,577	27,033	08/01/2034	1FE
..10112R-AT-1	BOSTON PPTYS LTD PARTNERSHIP		02/11/2015	WACHOVIA SECURITIES		370,983	350,000	366,440	359,730	0	(264)	0	(264)	0	359,467	0	11,516	11,516	3,309	11/15/2018	2FE
..101137-AK-3	BOSTON SCIENTIFIC CORP		02/11/2015	PIERPONT SECURITIES LLC		341,730	300,000	348,231	336,603	0	(741)	0	(741)	0	335,862	0	5,869	5,869	10,600	01/15/2020	2FE
..10513K-AB-0	BRANCH BKG & TR CO WILSON N C		01/06/2015	CFG CAPITAL MARKETS LLC		2,483,750	2,500,000	2,465,000	2,484,242	0	131	0	131	0	2,484,373	0	(623)	(623)	973	09/13/2016	1FE
..12189L-AL-5	BURLINGTON NORTHN SANTA FE CP		02/11/2015	MILLENNIUM ADVISORS, LLC		561,864	550,000	547,690	548,174	0	24	0	24	0	548,197	0	13,666	13,666	7,735	09/01/2022	1FE
..12189P-AG-7	BURLINGTON NORTHN SF RY PSTH CTF		01/15/2015	Sink PMT @ 100.00000000		69,250	69,250	73,130	71,093	0	(1,843)	0	(1,843)	0	69,250	0	0	0	2,857	01/15/2021	1FE
..14040H-BD-6	CAPITAL ONE FINL CORP		02/11/2015	GOLDMAN, SACHS & CO.		229,480	225,000	222,493	222,772	0	25	0	25	0	222,796	0	6,683	6,683	1,356	06/15/2023	2FE
..12505N-AB-0	CCG RECEIVABLES ABS 1.060% 144A		03/14/2015	PRINCIPAL RECEIPT		8,162	8,162	8,162	8,167	0	(4)	0	(4)	0	8,162	0	0	0	11	11/15/2021	1FE
..161571-FR-0	CHASE ISSUANCE TR 2012-8A		02/11/2015	CHASE SECURITIES, INC.		799,750	800,000	800,133	800,037	0	(5)	0	(5)	0	800,032	0	(282)	(282)	384	10/16/2017	1FE
..125509-AZ-2	CIGNA CORP 7.875%		02/11/2015	CREDIT SUISSE FIRST BOSTON COR		830,820	600,000	580,115	585,675	0	72	0	72	0	585,747	0	245,073	245,073	12,075	05/15/2027	2FE
..172967-ET-4	CITIGROUP INC		02/11/2015	BNY CAPITAL MARKETS, INC		335,608	325,000	325,000	325,000	0	0	0	0	0	325,000	0	10,608	10,608	0	05/15/2018	1FE
..172967-BL-4	CITIGROUP INC. 6.625%		02/11/2015	UBS WARBURG		248,374	200,000	211,096	208,791	0	(31)	0	(31)	0	208,760	0	39,614	39,614	2,282	06/15/2032	2FE
..20030N-AM-3	COMCAST CORP NEW		02/11/2015	BNY CAPITAL MARKETS, INC		135,823	100,000	128,746	128,401	0	(85)	0	(85)	0	128,316	0	7,507	7,507	2,723	03/15/2037	1FE
..12622D-AA-2	COMM 2010-C1 144A		03/12/2015	PRINCIPAL RECEIPT		502,287	502,287	521,908	509,801	0	(7,514)	0	(7,514)	0	502,287	0	0	0	2,292	07/12/2046	1FM
..12624N-AA-8	COMM MTG TR 2012-LTRT 144A		03/06/2015	PRINCIPAL RECEIPT		34,135	34,135	35,262	35,026	0	(890)	0	(890)	0	34,135	0	0	0	128	10/07/2030	1FM
..205887-AX-0	CONAGRA FOODS INC		03/24/2015	RAYMOND JAMES & ASSOCIATES, INC.		1,251,250	875,000	1,225,735	1,217,959	0	(3,315)	0	(3,315)	0	1,214,645	0	36,605	36,605	37,813	09/15/2030	2FE
..20826F-AD-8	CONOCOPHILLIPS CO		02/11/2015	MERRILL LYNCH PROFESSNL CLEAR		361,722	350,000	349,381	349,388	0	6	0	6	0	349,394	0	12,327	12,327	3,094	11/15/2024	1FE
..224044-BW-6	COX COMMUNICATIONS INC NEW 144A		02/11/2015	WACHOVIA SECURITIES		301,623	300,000	269,744	273,320	0	308	0	308	0	273,628	0	27,995	27,995	1,679	12/15/2022	2FE
..224044-CA-3	COX COMMUNICATIONS INC NEW 144A		02/11/2015	CHASE SECURITIES, INC.		610,625	625,000	589,963	591,501	0	372	0	372	0	591,872	0	18,753	18,753	2,407	06/30/2023	2FE
..126408-GK-3	CSX CORP		02/11/2015	JEFFERIES & CO BONDS DIR		396,006	300,000	373,536	372,661	0	(213)	0	(213)	0	372,448	0	23,558	23,558	5,433	05/01/2037	2FE
..23311V-AD-9	DCP MIDSTREAM OPERATING PL		03/04/2015	MORGAN STANLEY & CO. INC		81,212	90,000	88,846	89,022	0	18	0	18	0	89,039	0	(7,827)	(7,827)	1,686	03/15/2023	2FE

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received DuringYear	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
23311V-AE-7	DCP MIDSTREAM OPERATING PL		03/04/2015	MORGAN STANLEY & CO. INC		14,137	15,000	14,912	14,925	.0	.3	.0	.3	.0	14,928	.0	(791)	(791)	178	04/01/2019	2FE
25272U-AA-9	DIAMOND RESORTS TR 144A		03/20/2015	PRINCIPAL RECEIPT		10,545	10,545	10,543	10,549	.0	(24)	.0	(24)	.0	10,545	.0	.0	.0	38	05/20/2026	1FE
25459H-BF-1	DIRECTV HLDGS LLC / DIRECTV		01/30/2015	MAXIM GROUP		53,498	51,000	50,252	50,317	.0	.7	.0	.7	.0	50,324	.0	3,174	3,174	748	03/15/2022	2FE
260543-BJ-1	DOW CHEM CO		02/11/2015	STERNE, AGEE & LEACH, INC.		410,133	300,000	348,801	336,574	.0	(170)	.0	(170)	.0	336,404	.0	73,729	73,729	6,515	11/01/2029	2FE
260543-BX-0	DOW CHEM CO		02/11/2015	STIFEL, NICOLAUS & CO., INC.		249,352	200,000	214,652	207,859	.0	(169)	.0	(169)	.0	207,690	.0	41,662	41,662	4,370	05/15/2019	2FE
278062-AC-8	EATON CORP PLC		02/11/2015	DEUTSCHE BANK SECURITIES INC		224,438	225,000	224,311	224,389	.0	.8	.0	.8	.0	224,396	.0	41	41	1,805	11/02/2022	2FE
29372E-AY-4	ENTERPRISE FLEET FNC 144A		03/20/2015	PRINCIPAL RECEIPT		24,410	24,410	24,406	24,416	.0	(6)	.0	(6)	.0	24,410	.0	.0	.0	43	03/20/2019	1FE
26884A-AY-9	ERP OPER LTD PARTNERSHIP		02/11/2015	MILLENNIUM ADVISORS, LLC		359,122	325,000	322,520	323,482	.0	26	.0	26	.0	323,508	.0	35,614	35,614	2,659	07/15/2020	2FE
30165R-AA-9	EXETER AUTO REC V TR 2014 144A		03/15/2015	PRINCIPAL RECEIPT		8,840	8,840	8,839	8,845	.0	(6)	.0	(6)	.0	8,840	.0	.0	.0	11	08/15/2018	1FE
31331F-AX-9	FEDERAL EXPRESS 6.72%		01/15/2015	Sink PMT @ 100.0000000		42,450	42,450	47,699	44,756	.0	(2,305)	.0	(2,305)	.0	42,450	.0	.0	.0	1,426	01/15/2022	4AM
316773-CP-3	FIFTH THIRD BANCORP		01/07/2015	CFG CAPITAL MARKETS LLC		1,060,000	1,000,000	1,046,190	1,045,852	.0	(73)	.0	(73)	.0	1,045,779	.0	14,221	14,221	21,022	01/16/2024	2FE
33829T-AA-4	FIVE CORNERS FDG TR 144A		01/06/2015	CFG CAPITAL MARKETS LLC		2,147,340	2,000,000	2,106,040	2,105,266	.0	(139)	.0	(139)	.0	2,105,127	.0	42,213	42,213	13,257	11/15/2023	4AM
345397-VM-2	FORD MOTOR CREDIT CO LLC		02/11/2015	MORGAN STANLEY & CO. INC		249,646	200,000	253,748	244,315	.0	(898)	.0	(898)	.0	243,416	.0	6,230	6,230	9,569	01/15/2020	2FE
345397-VU-4	FORD MOTOR CREDIT CO LLC		02/11/2015	DEUTSCHE BANK SECURITIES INC		820,491	700,000	790,027	778,947	.0	(1,176)	.0	(1,176)	.0	777,771	.0	42,720	42,720	22,276	08/02/2021	2FE
36962G-4J-0	GENERAL ELEC CAP CORP MTN BE		03/20/2015	VARIOUS		838,497	725,000	778,277	756,009	.0	(796)	.0	(796)	.0	755,213	.0	83,284	83,284	25,564	01/08/2020	1FE
372546-AR-2	GEORGE WASHINGTON UNIVERSITY		01/06/2015	CFG CAPITAL MARKETS LLC		1,302,717	1,300,000	1,329,042	1,317,584	.0	(89)	.0	(89)	.0	1,317,495	.0	(14,778)	(14,778)	7,521	09/15/2017	1FE
36253B-AQ-6	GS MTG SECS TR 2014-GC22		03/12/2015	PRINCIPAL RECEIPT		2,818	2,818	2,818	2,818	.0	.0	.0	.0	.0	2,818	.0	.0	.0	6	06/12/2047	1FM
411707-AA-0	HARDEES FUND LLC 144A		03/20/2015	VARIOUS		1,219	1,219	1,226	1,224	.0	(5)	.0	(5)	.0	1,219	.0	.0	.0	14	03/20/2043	3AM
428236-BR-3	HEWLETT PACKARD CO		02/11/2015	WACHOVIA SECURITIES		142,944	125,000	143,718	143,565	.0	(38)	.0	(38)	.0	143,527	.0	(583)	(583)	3,167	09/15/2041	2FE
43284A-AA-2	HILTON GRAND VACA TR 2014-A 144A		03/25/2015	PRINCIPAL RECEIPT		8,949	8,949	8,948	8,961	.0	(12)	.0	(12)	.0	8,949	.0	.0	.0	22	11/25/2026	1FE
437076-BD-3	HOME DEPOT INC		02/02/2015	CFG CAPITAL MARKETS LLC		1,845,705	1,500,000	1,797,150	.0	.0	(381)	.0	(381)	.0	1,796,769	.0	48,936	48,936	34,531	02/15/2044	1FE
46186N-AA-6	INVITATION HOMES TR 2013 144A		03/19/2015	PRINCIPAL RECEIPT		430	430	430	430	.0	.0	.0	.0	.0	430	.0	.0	.0	1	12/19/2030	1FE
46629P-AC-2	JP MORGAN COM MTG 2006-LDP9		03/15/2015	PRINCIPAL RECEIPT		827	827	.903	.880	.0	(53)	.0	(53)	.0	827	.0	.0	.0	.5	05/15/2047	1FM
46625H-JJ-0	JPMORGAN CHASE & CO		02/11/2015	US BANCORP INVESTMENTS INC		399,732	400,000	397,848	398,161	.0	21	.0	21	.0	398,182	.0	1,550	1,550	3,975	05/01/2023	1FE
50076Q-AZ-9	KRAFT FOODS GROUP INC		03/25/2015	SALOMON SMITH BARNEY INC/SAL		259,325	250,000	265,605	263,043	.0	(370)	.0	(370)	.0	262,673	.0	(3,348)	(3,348)	2,674	06/06/2022	2FE
50075N-AZ-7	KRAFT FOODS INC		03/10/2015	VARIOUS		1,180,635	875,000	1,119,291	1,116,947	.0	(896)	.0	(896)	.0	1,116,052	.0	64,583	64,583	32,505	02/09/2040	2FE
50179A-AE-7	LB-LBS CMBS 2007-C1		03/17/2015	PRINCIPAL RECEIPT		2,523	2,523	2,850	2,613	.0	(90)	.0	(90)	.0	2,523	.0	.0	.0	21	02/15/2040	1FM
52109P-AE-5	LB-LBS CMBS 2007-C6		03/17/2015	PRINCIPAL RECEIPT		14,979	14,979	16,122	15,247	.0	(267)	.0	(267)	.0	14,979	.0	.0	.0	169	07/15/2040	1FM
539830-BB-4	LOCKHEED MARTIN CORP		02/05/2015	MERRILL LYNCH PROFESSNL CLEAR		1,060,520	1,000,000	981,900	982,048	.0	32	.0	32	.0	982,080	.0	78,440	78,440	6,218	12/15/2042	1FE
577778-BQ-5	MAY DEPT STORES CO		02/11/2015	Wachovia Securies Capital		523,652	400,000	456,972	452,257	.0	(203)	.0	(203)	.0	452,054	.0	71,598	71,598	16,253	01/15/2032	2FE
58013M-EH-3	MCDONALDS CORP MED TERM NT BE		02/02/2015	CFG CAPITAL MARKETS LLC		2,532,460	2,000,000	2,394,020	2,389,211	.0	(797)	.0	(797)	.0	2,388,414	.0	144,046	144,046	58,267	02/01/2039	1FE
585055-BF-2	MEDTRONIC INC 144A		02/11/2015	CHASE SECURITIES, INC.		254,213	250,000	249,748	249,751	.0	.5	.0	.5	.0	249,756	.0	4,456	4,456	1,163	03/15/2020	1FE
585055-BP-0	MEDTRONIC INC 144A		02/11/2015	BANC AMERICA SECURITIES LLC		222,056	200,000	199,464	199,465	.0	.1	.0	.1	.0	199,466	.0	22,590	22,590	1,722	03/15/2045	1FE
59025W-AE-6	ML MTG TRUST 2008-C1		03/13/2015	PRINCIPAL RECEIPT		11,510	11,510	13,108	12,142	.0	(632)	.0	(632)	.0	11,510	.0	.0	.0	28	02/12/2051	1FM
61763M-AA-8	MS BOFAML TRUST 2014-C16		03/17/2015	PRINCIPAL RECEIPT		3,032	3,032	3,032	3,032	.0	.0	.0	.0	.0	.0	.0	.0	.0	.7	06/17/2047	1FM
653893-AA-6	MVW OWNER TRUST 2013-144A		03/20/2015	PRINCIPAL RECEIPT		5,301	5,301	5,301	5,312	.0	(11)	.0	(11)	.0	5,301	.0	.0	.0	12	04/22/2030	1FE
629668-AX-4	NABORS INDS INC		02/11/2015	WACHOVIA SECURITIES		50,650	55,000	58,121	57,337	.0	(34)	.0	(34)	.0	57,302	.0	(6,652)	(6,652)	1,074	09/15/2021	2FE
64828A-AF-0	NEW RES1 MTG LN TR 2014-1 144A		03/25/2015	CAPITAL		10,320	10,320	11,016	11,012	.0	(692)	.0	(692)	.0	10,320	.0	.0	.0	76	01/25/2054	1FE

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received DuringYear	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
652482-BN-9	NEWS AMER INC		02/11/2015	WACHOVIA SECURITIES CAPITAL		640,605	500,000	599,500	598,345	0	(284)	0	(284)	0	598,080	0	42,545	42,545	14,179	03/01/2037	2FE
713448-CG-1	PEPSICO INC		01/20/2015	MERRILL LYNCH PROFESSNL CLEAR		1,511,070	1,500,000	1,498,890	0	0	4	0	4	0	1,498,894	0	12,176	12,176	16,271	03/01/2023	1FE
724479-AH-3	PITNEY BOWES INC		02/11/2015	MARKETAXESS CORP		253,397	225,000	224,597	224,800	0	5	0	5	0	224,805	0	28,592	28,592	5,938	03/15/2019	2FE
758202-AK-1	REED ELSEVIER CAP INC		02/11/2015	WACHOVIA SECURITIES CAPITAL		449,532	450,000	418,755	422,956	0	330	0	330	0	423,286	0	26,246	26,246	4,766	10/15/2022	2FE
771196-AU-6	ROCHE HLDGS INC 144A		02/11/2015	LINSCO/PRIVATE LEDGER CORP. RE		3,011,000	2,000,000	2,799,700	2,789,943	0	(2,084)	0	(2,084)	0	2,787,859	0	223,141	223,141	64,556	03/01/2039	1FE
81745B-AA-3	SEQUOIA MTG TR 2013-6		03/25/2015	PRINCIPAL RECEIPT		4,380	4,380	4,358	4,359	0	21	0	21	0	4,380	0	0	0	13	05/25/2043	1FM
81745C-AB-9	SEQUOIA MTG TR 2013-7		03/25/2015	PRINCIPAL RECEIPT		3,227	3,227	3,249	3,245	0	(18)	0	(18)	0	3,227	0	0	0	11	06/25/2043	1FM
82651Y-AA-3	SIERRA RECEIVABLES FDG 144A		03/20/2015	PRINCIPAL RECEIPT		6,179	6,179	6,178	6,191	0	(12)	0	(12)	0	6,179	0	0	0	15	11/20/2029	1FE
82652B-AA-2	SIERRA RECEIVABLES FDG 144A		03/20/2015	PRINCIPAL RECEIPT		12,096	12,096	12,136	12,173	0	(76)	0	(76)	0	12,096	0	0	0	45	11/20/2029	1FE
82650H-AA-1	SIERRA RECEIVABLES FDG 2013-3 144A		03/20/2015	PRINCIPAL RECEIPT		9,409	9,409	9,407	9,430	0	(21)	0	(21)	0	9,409	0	0	0	33	10/20/2030	1FE
82652C-AA-0	SIERRA RECEIVABLES FDG 2014-144A		03/20/2015	PRINCIPAL RECEIPT		16,895	16,895	16,893	16,930	0	(35)	0	(35)	0	16,895	0	0	0	54	03/20/2030	1FE
881561-KJ-8	TERWIN MTG TR 2005-14HE		03/25/2015	PRINCIPAL RECEIPT		1,065	1,065	1,053	1,059	0	6	0	6	0	1,065	0	0	0	8	08/25/2036	1FM
88732J-AP-3	TIME WARNER CABLE INC		02/11/2015	WACHOVIA SECURITIES CAPITAL		401,362	325,000	413,011	379,720	0	(1,367)	0	(1,367)	0	378,353	0	23,009	23,009	10,081	02/14/2019	2FE
89236T-AY-1	TOYOTA MOTOR CRED		01/20/2015	CFG CAPITAL MARKETS LLC		1,505,493	1,485,000	1,505,107	0	0	(171)	0	(171)	0	1,504,936	0	557	557	7,343	10/24/2018	1FE
907833-AF-4	UNION PACIFIC RR		01/02/2015	Sink PMT @ 100.00000000		18,205	18,205	18,205	18,205	0	0	0	0	0	18,205	0	0	0	624	01/02/2043	1FE
907833-AH-0	UNION PACIFIC RR		01/02/2015	Sink PMT @ 100.00000000		24,825	24,825	24,967	24,900	0	(75)	0	(75)	0	24,825	0	0	0	943	01/02/2020	1FE
907833-AJ-6	UNION PACIFIC RR CO 2000-1		01/10/2015	PRINCIPAL RECEIPT		30,107	30,107	36,766	32,521	0	(2,415)	0	(2,415)	0	30,107	0	0	0	0	01/10/2021	1FE
90783X-AA-9	UNION PACIFIC RR CO 2007-3		01/19/2015	PRINCIPAL RECEIPT		19,921	19,921	19,921	19,921	0	0	0	0	0	19,921	0	0	0	615	01/02/2031	1FE
913017-BT-5	UNITED TECHNOLOGIES CORP		03/25/2015	BARCLAYS CAPITAL INC		505,364	450,000	470,984	470,783	0	(95)	0	(95)	0	470,688	0	34,676	34,676	6,694	06/01/2042	1FE
92343V-BS-2	VERIZON COMMUNICATIONS INC		02/12/2015	SALOMON SMITH BARNEY INC/SAL		1,174,757	920,000	952,724	951,642	0	(113)	0	(113)	0	951,529	0	223,229	223,229	25,024	09/15/2033	2FE
92343V-BY-9	VERIZON COMMUNICATIONS INC		02/11/2015	MILLENNIUM ADVISORS, LLC		695,416	650,000	675,805	675,426	0	(260)	0	(260)	0	675,166	0	20,250	20,250	11,389	03/15/2024	2FE
92343V-BZ-6	VERIZON COMMUNICATIONS INC		02/05/2015	SALOMON SMITH BARNEY INC/SAL		257,757	230,000	229,828	229,832	0	0	0	0	0	229,832	0	27,925	27,925	4,572	03/15/2034	2FE
92976W-BH-8	WACHOVIA CORP GLOBAL MTN		02/11/2015	BARCLAYS CAPITAL INC		195,435	175,000	197,362	186,928	0	(410)	0	(410)	0	186,518	0	8,917	8,917	5,478	02/01/2018	1FE
931142-CB-7	WAL-MART STORES INC		02/11/2015	GOLDMAN, SACHS & CO.		1,588,730	1,300,000	1,505,608	1,502,755	0	(700)	0	(700)	0	1,502,055	0	86,675	86,675	31,471	09/01/2035	1FE
94973V-AS-6	WELLPOINT INC		02/11/2015	MARKETAXESS CORP		301,425	275,000	300,506	298,989	0	(442)	0	(442)	0	298,547	0	2,878	2,878	66	08/15/2020	2FE
94974B-FY-1	WELLS FARGO CO MTN BE		01/06/2015	CFG CAPITAL MARKETS LLC		1,035,530	1,000,000	1,017,100	1,016,495	0	(16)	0	(16)	0	1,016,479	0	19,051	19,051	4,100	06/03/2026	1FE
984121-BQ-5	XEROX CORP		02/11/2015	MIZUHO SECURITIES USA INC		878,968	800,000	806,064	801,822	0	(92)	0	(92)	0	801,730	0	77,238	77,238	29,400	02/01/2017	2FE
98978V-AB-9	ZOETIS INC		02/11/2015	WACHOVIA SECURITIES CAPITAL		297,441	300,000	299,692	299,726	0	3	0	3	0	299,730	0	(2,289)	(2,289)	5,308	02/01/2023	2FE
98978V-AH-6	ZOETIS INC		02/11/2015	WACHOVIA SECURITIES CAPITAL		400,852	400,000	405,816	405,769	0	(11)	0	(11)	0	405,758	0	(4,906)	(4,906)	10,236	02/01/2043	2FE
136069-FA-4	CAN IMPERIAL BK 1.550%	I	01/06/2015	CFG CAPITAL MARKETS LLC		995,140	1,000,000	989,720	992,513	0	33	0	33	0	992,546	0	2,594	2,594	7,147	01/23/2018	1FE
136375-BX-9	CANADIAN NATL RY CO	I	02/11/2015	US BANCORP INVESTMENTS INC		269,687	275,000	274,634	274,706	0	4	0	4	0	274,710	0	(5,023)	(5,023)	1,581	11/15/2022	1FE
05579T-5G-7	BNP PARIBAS US MTN	R	02/11/2015	MERRILL LYNCH PROFESSNL CLEAR		231,737	225,000	223,011	223,048	0	18	0	18	0	223,066	0	8,670	8,670	3,267	10/15/2024	2FE
05565Q-BT-4	BP CAP MKTS P L C	R	01/20/2015	U.S. BANCORP PIPER JAFFRAY INC		1,019,140	1,000,000	1,007,850	1,002,998	0	(85)	0	(85)	0	1,002,913	0	16,227	16,227	5,120	11/01/2016	1FE
29268B-AF-8	ENEL FIN INTL S A 144A	R	02/11/2015	CHASE SECURITIES, INC.		426,479	350,000	335,265	335,721	0	27	0	27	0	335,748	0	90,730	90,730	7,583	10/07/2039	2FE
34988W-AD-6	FOSSE MASTER 2011-1	R	01/20/2015	PRINCIPAL RECEIPT		16,004	16,004	16,119	16,102	0	(98)	0	(98)	0	16,004	0	0	0	0	10/18/2054	1FE
404280-AG-4	HSBC HLDGS PLC	R	02/11/2015	PIERPONT SECURITIES LLC		513,660	400,000	478,666	476,893	0	(226)	0	(226)	0	476,667	0	36,993	36,993	7,583	05/02/2036	1FE
500472-AC-9	KONINKLIJKE PHILIPS N V	R	02/11/2015	CHASE SECURITIES, INC.		239,306	175,000	234,572	233,911	0	(162)	0	(162)	0	233,749	0	5,556	5,556	5,214	03/11/2038	1FE
53947N-AA-2	LLOYDS TSB BANK PLC 144A	R	02/11/2015	LLYODS SECURITIES INC		350,757	300,000	313,509	311,106	0	(185)	0	(185)	0	310,921	0	39,836	39,836	8,288	09/14/2020	2FE
55608P-AD-6	MACQUARIE BK LTD 144A	R	01/28/2015	RAYMOND JAMES/FI		498,750	500,000	500,000	500,000	0	0	0	0	0	500,000	0	(1,250)	(1,250)	766	08/30/2016	1FE

STATEMENT AS OF MARCH 31, 2015 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recog-nized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received DuringYear	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)
62856R-AB-1	MYRIAD INTL HLDGS B V GLBL 144A	R	02/12/2015	SALOMON SMITH BARNEY INC/SAL JP MORGAN SECURITIES INC		222,000	200,000	200,000	200,000	0	0	0	0	0	200,000	0	22,000	22,000	6,967	07/18/2020	3FE
66711K-AA-3	ODEBRECHT OFFSHORE DRILLING	R	01/28/2015			141,375	188,500	192,270	171,309	20,618	(26)	0	20,592	0	191,901	0	(50,526)	(50,526)	2,156	10/01/2022	3FE
71647N-AB-5	PETROBRAS GLBL FIN B V	R	03/04/2015	NOMURA SECURITIES INTL		94,792	108,000	102,365	103,344	0	185	0	185	0	103,529	0	(8,737)	(8,737)	2,106	01/15/2019	2FE
71647N-AF-6	PETROBRAS GLBL FIN B V	R	02/27/2015	VARIOUS		564,848	680,000	662,907	664,116	0	220	0	220	0	664,337	0	(99,489)	(99,489)	7,716	05/20/2023	2FE
71647N-AM-1	PETROBRAS GLBL FIN B V	R	03/23/2015	BANC AMERICA SECURITIES LLC		345,986	375,000	374,145	374,167	0	57	0	57	0	374,224	0	(28,238)	(28,238)	12,305	03/17/2024	2FE
71645W-AM-3	PETROBRAS INTL FIN CO	R	03/04/2015	DEUTSCHE BANK SECURITIES INC		223,054	230,000	259,532	246,654	0	(878)	0	(878)	0	245,776	0	(22,722)	(22,722)	7,057	03/01/2018	2FE
71645W-AP-6	PETROBRAS INTL FIN CO	R	03/04/2015	MITSUBISHI UFJ SECURITIES (USA)		349,761	370,000	411,294	399,975	0	(947)	0	(947)	0	399,028	0	(49,267)	(49,267)	13,533	01/20/2020	2FE
71645W-AR-2	PETROBRAS INTL FIN CO	R	03/23/2015	BANC AMERICA SECURITIES LLC		688,766	775,000	823,974	814,651	0	(1,332)	0	(1,332)	0	813,319	0	(124,554)	(124,554)	27,655	01/27/2021	2FE
71656L-BB-6	PETROLEOS MEXICANOS MTN 144A	R	02/11/2015	UBS WARBURG MILLENNIUM ADVISORS, LLC		294,000	300,000	305,685	305,666	0	(9)	0	(9)	0	305,657	0	(11,657)	(11,657)	2,292	06/27/2044	2FE
76720A-AM-8	RIO TINTO FIN USA PLC	R	02/11/2015	MORGAN STANLEY & CO. INC		150,977	150,000	148,629	148,996	0	27	0	27	0	149,023	0	1,953	1,953	591	12/14/2018	1FE
78010X-AK-7	ROYAL BK OF SCOTLAND PLC	R	02/11/2015			595,510	500,000	508,170	505,745	0	(90)	0	(90)	0	505,655	0	89,855	89,855	18,375	01/11/2021	1FE
893830-BB-4	TRANSOCEAN INC	R	03/04/2015	CHASE SECURITIES, INC.		262,500	300,000	346,176	343,485	0	(950)	0	(950)	0	342,535	0	(80,035)	(80,035)	4,463	12/15/2021	2FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						57,741,526	51,924,895	55,747,042	46,586,226	20,618	(38,497)	0	(17,879)	0	55,479,655	0	2,261,863	2,261,863	892,653	XXX	XXX
8399997. Total - Bonds - Part 4						215,396,371	204,035,301	213,569,591	72,220,444	20,618	(297,095)	0	(276,477)	0	213,032,513	0	2,363,844	2,363,844	1,446,330	XXX	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999. Total - Bonds						215,396,371	204,035,301	213,569,591	72,220,444	20,618	(297,095)	0	(276,477)	0	213,032,513	0	2,363,844	2,363,844	1,446,330	XXX	XXX
8999997. Total - Preferred Stocks - Part 4						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
921943-88-2	VANGUARD DEVELOPED MKTS INDEX INST		01/02/2015	VANGUARD GROUP	411,522.630	5,000,000		4,090,517	5,012,346	(921,829)	0	0	(921,829)	0	4,090,517	0	909,483	909,483	0		
922908-88-4	VANGUARD EXTENDED MKT INDEX INSTL		02/11/2015	VANGUARD GROUP	144,018.745	9,700,000		6,383,976	9,591,648	(3,207,673)	0	0	(3,207,673)	0	6,383,976	0	3,316,024	3,316,024	0		
922031-74-5	VANGUARD FIXED INCOME SECS FD		03/25/2015	CAPITAL GAIN	0.000	2,887		0	0	0	0	0	0	0	0	0	2,887	2,887	0		
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		01/02/2015	VANGUARD GROUP	100,726.290	19,000,000		13,386,870	19,004,029	(5,617,159)	0	0	(5,617,159)	0	13,386,870	0	5,613,130	5,613,130	0		
9299999. Subtotal - Common Stocks - Mutual Funds						33,702,887	XXX	23,861,363	33,608,023	(9,746,661)	0	0	(9,746,661)	0	23,861,363	0	9,841,524	9,841,524	0	XXX	XXX
9799997. Total - Common Stocks - Part 4						33,702,887	XXX	23,861,363	33,608,023	(9,746,661)	0	0	(9,746,661)	0	23,861,363	0	9,841,524	9,841,524	0	XXX	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						33,702,887	XXX	23,861,363	33,608,023	(9,746,661)	0	0	(9,746,661)	0	23,861,363	0	9,841,524	9,841,524	0	XXX	XXX
9899999. Total - Preferred and Common Stocks						33,702,887	XXX	23,861,363	33,608,023	(9,746,661)	0	0	(9,746,661)	0	23,861,363	0	9,841,524	9,841,524	0	XXX	XXX
9999999 - Totals						249,099,258	XXX	237,430,954	105,828,467	(9,726,043)	(297,095)	0	(10,023,138)	0	236,893,876	0	12,205,368	12,205,368	1,446,330	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....0

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open
N O N E

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made
N O N E

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To
N O N E

Schedule DL - Part 1 - Reinvested Collateral Assets Owned
N O N E

Schedule DL - Part 2 - Reinvested Collateral Assets Owned
N O N E

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
SunTrust Bank Nashville, TN		0.000	0	0	(30,342,092)	(9,299,395)	(27,184,638)	XXX
Wells Fargo Bank Roanoke, VA		0.000	0	0	(51,919,875)	(60,513,174)	(51,704,148)	XXX
Bank of New York Mellon Pittsburgh, PA		0.000	0	0	(46,218)	6,795,612	3,559,762	XXX
0199998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX	0	0	0	0	0	XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	(82,308,185)	(63,016,957)	(75,329,024)	XXX
0299998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	(82,308,185)	(63,016,957)	(75,329,024)	XXX
0499999. Cash in Company's Office	XXX	XXX	XXX	XXX	0	0	0	XXX
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0599999. Total - Cash	XXX	XXX	0	0	(82,308,185)	(63,016,957)	(75,329,024)	XXX

Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter
N O N E